

INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31.12.2020

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 31.12.2020 (UNAUDITED)

Table 1: Financial review for current quarter and financial year to date

	INDIVIDUAL QUARTER				CUMULATIVE QUARTERS				
	CURRENT YEAR		PRECEDING YEAR		CURRENT YEAR		PRECEDING PERIOD		
	3RD QUARTER 1.10.2020 to 31.12.2020		3RD QUARTER 1.10.2019 to 31.12.2019		TO-DATE 1.4.2020 to 31.12.2020		PERIOD 1.4.2019 to 31.12.2019		
	RM'000		RM'000		RM'000		RM'000		
Revenue	0%	1,111,372	1,107,349	0%	3,159,610	3,173,414			
Operating Profit	12%	166,937	149,612	14%	465,290	406,631			
Depreciation and amortisation	17%	(51,466)	(43,932)	16%	(151,246)	(130,784)			
Interest income	-30%	1,665	2,367	-20%	5,213	6,503			
Finance costs	1%	(13,305)	(13,137)	-9%	(42,143)	(46,465)			
Share of profit of associates (net)		4,717	2,740		9,156	8,256			
Profit Before Taxation	11%	108,548	97,650	17.3%	286,270	244,141			
			(Effective tax rate)			(Effective tax rate)		(Effective tax rate)	
Less: Tax expense		(28,037)	25.8%	(22,675)	23.2%	(79,055)	27.6%	(49,954)	20.5%
Profit for the period	7%	80,511	74,975	7%	207,215	194,187			
Attributable to:									
Shareholders of the Company	0%	76,326	76,121	0%	197,335	196,354			
Minority interests		4,185	(1,146)		9,880	(2,167)			
			3.86% (% against PBT)			3.45% (% against PBT)		-0.89% (% against PBT)	
Profit for the period		80,511	74,975		207,215	194,187			
Number of shares in issue ('000)		2,433,657	2,433,657		2,433,657	2,433,657			
Earnings per share:									
Basic earnings per ordinary shares (sen)	0%	3.14	3.13	0%	8.11	8.07			
Diluted earnings per ordinary shares (sen)		NA	NA		NA	NA			

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.
Note: NA denotes "Not Applicable"

INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31.12.2020

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 31.12.2020 (UNAUDITED)

Table 2: Financial review for current quarter compared with immediate preceding quarter

		CURRENT QUARTER		PRECEDING QUARTER	
	% increase against last period	3RD QUARTER 1.10.2020 to 31.12.2020		2ND QUARTER 1.7.2020 to 30.9.2020	
		RM'000		RM'000	
Revenue	3%	1,111,372		1,078,089	
Operating Profit	7%	166,937		156,375	
Depreciation and amortisation	3%	(51,466)		(49,772)	
Interest income	-6%	1,665		1,774	
Finance costs	-8%	(13,305)		(14,534)	
Share of profit of associates (net)		4,717		3,477	
Profit Before Taxation	12%	108,548		97,320	
Less: Tax expense		(28,037)	(Effective tax rate) 25.8%	(24,549)	(Effective tax rate) 25.2%
Profit for the period	11%	80,511		72,771	
Attributable to:					
Shareholders of the Company	9%	76,326		70,130	
Minority interests		4,185	3.86% (% against PBT)	2,641	2.71% (% against PBT)
Profit for the period		80,511		72,771	
Number of shares in issue ('000)		2,433,657		2,433,657	
Earnings per share:					
Basic earnings per ordinary shares (sen)	9%	3.14		2.88	
Diluted earnings per ordinary shares (sen)		NA		NA	

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.
Note: NA denotes "Not Applicable"

INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31.12.2020

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31.12.2020 (UNAUDITED)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING CORRESPONDING PERIOD
	3RD QUARTER 1.10.2020 to 31.12.2020	3RD QUARTER 1.10.2019 to 31.12.2019	TO-DATE 1.4.2020 to 31.12.2020	PERIOD 1.4.2019 to 31.12.2019
	RM'000	RM'000	RM'000	RM'000
Profit for the period	80,511	74,975	207,215	194,187
Other comprehensive income/(loss), net of tax:				
Foreign currency translation differences for foreign operations	8,379	9,262	32,788	11,472
Share of gain/(loss) of equity-accounted associates	926	302	2,153	(75)
Cash flow hedge	7,938	433	20,745	(3,490)
Total comprehensive income for the period	97,754	84,972	262,901	202,094
Total comprehensive income attributable to:				
Shareholders of the Company	89,703	84,548	248,851	203,718
Minority interests	8,051	424	14,050	(1,624)
Total comprehensive income for the period	97,754	84,972	262,901	202,094

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.
Note: NA denotes "Not Applicable"

QL RESOURCES BERHAD (428915-X)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31.12.2020

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.12.2020 RM'000 Unaudited		As at 31.3.2020 RM'000 Audited
ASSETS			
Property, plant and equipment	2,098,684		2,006,422
Right-of-use assets	377,771		366,200
Investment properties	21,767		21,013
Intangible assets	15,756		10,092
Investment in associates	169,108		142,175
Deferred tax assets	10,403		9,621
Other receivables	22,963		15,544
	<u>2,716,452</u>		<u>2,571,067</u>
Current Assets			
Biological assets	200,467		186,368
Inventories	65 days 594,235	55 days	496,347
Current tax assets	15,167		13,541
Trade receivables	28 days 326,344	32 days	358,150
Other receivables, assets and prepayment	136,655		123,232
Derivative financial assets	294		4,929
Cash and cash equivalents	397,649		308,200
Assets classified as held for sale	4,545		4,545
	<u>1,675,356</u>		<u>1,495,312</u>
Total Assets	<u>4,391,808</u>		<u>4,066,379</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	620,025		620,025
Reserves	1,573,332		1,397,491
Equity attributable to shareholders of the Company	<u>2,193,357</u>		<u>2,017,516</u>
Minority interests	86,504		73,498
Total Equity	<u>2,279,861</u>		<u>2,091,014</u>
Non-Current Liabilities			
Long term borrowings (LT Debts/Total Equity)	28% 630,193	31%	650,361
Lease liabilities	136,977		129,035
Payables	1,214		972
Employee benefits	10,203		8,178
Deferred tax liabilities	126,240		110,060
	<u>904,827</u>		<u>898,606</u>
Current Liabilities			
Short term-bankers acceptance	392,659		320,374
Other short term borrowings	273,412		335,108
Lease liabilities	22,534		19,243
Payables	436,581		368,114
Contract liabilities	13,285		13,077
Derivative financial liabilities	43,285		7,834
Taxation	25,364		13,009
	<u>1,207,120</u>		<u>1,076,759</u>
Total Liabilities	<u>2,111,947</u>		<u>1,975,365</u>
Total Equity and Liabilities	<u>4,391,808</u>		<u>4,066,379</u>
Net Assets per share (RM)	0.90		0.83
Based on number of shares:('000)	<u>2,433,657</u>		<u>2,433,657</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for year ended 31 March 2020 and the accompanying explanatory notes attached to the interim financial statements.

QL RESOURCES BERHAD (428915-X)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31.12.2020

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31.12.2020

	←-----Non-Distributable-----→			Distributable		Non-controlling interests RM'000	Total Equity RM'000
	Share capital RM'000	Translation reserves RM'000	Hedging reserve RM'000	Retained Profit RM'000	Attributable to shareholders of the Company RM'000		
9 months ended 31.12.2019							
At 1.4.2019, as previously reported	620,025	(93,231)	(3,406)	1,411,654	1,935,042	79,304	2,014,346
Adoption of MFRS 16, net of tax	-	-	-	(467)	(467)	-	(467)
At 1.4.2019, as restated	620,025	(93,231)	(3,406)	1,411,187	1,934,575	79,304	2,013,879
Foreign currency translation differences for foreign operations	-	10,929	-	-	10,929	543	11,472
Share on loss of equity-accounted associates	-	-	(75)	-	(75)	-	(75)
Cash flow hedge	-	-	(3,490)	-	(3,490)	-	(3,490)
Total other comprehensive income/(expenses) for the year	-	10,929	(3,565)	-	7,364	543	7,907
Profit for the period	-	-	-	196,354	196,354	(2,167)	194,187
Total comprehensive income/(expenses) for the period	-	10,929	(3,565)	196,354	203,718	(1,624)	202,094
<i>Contribution by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	(73,010)	(73,010)	-	(73,010)
- Dividends paid to non-controlling interests	-	-	-	-	-	(3,638)	(3,638)
- Acquisition of non-controlling interests	-	-	-	(5,439)	(5,439)	1,694	(3,745)
- Changes in ownership of non-controlling interests	-	-	-	(4,999)	(4,999)	5,599	600
Total transactions with owners of the Company	-	-	-	(83,448)	(83,448)	3,655	(79,793)
At 31.12.2019	620,025	(82,302)	(6,971)	1,524,093	2,054,845	81,335	2,136,180

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for year ended 31 March 2020 and the accompanying explanatory notes attached to the interim financial statements.

QL RESOURCES BERHAD (428915-X)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31.12.2020

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31.12.2020

	<-----Non-Distributable----->			Distributable		Non-controlling interests RM'000	Total Equity RM'000
	Share capital RM'000	Translation reserves RM'000	Hedging reserve RM'000	Retained Profit RM'000	Attributable to shareholders of the Company RM'000		
9 months ended 31.12.2020							
At 1.4.2020	620,025	(136,276)	(31,926)	1,565,693	2,017,516	73,498	2,091,014
Foreign currency translation differences for foreign operations	-	28,618	-	-	28,618	4,170	32,788
Share on gain of equity-accounted associates	-	-	2,153	-	2,153	-	2,153
Cash flow hedge	-	-	20,745	-	20,745	-	20,745
Total other comprehensive income/(expenses) for the year	-	28,618	22,898	-	51,516	4,170	55,686
Profit for the period	-	-	-	197,335	197,335	9,880	207,215
Total comprehensive income/(expenses) for the period	-	28,618	22,898	197,335	248,851	14,050	262,901
<i>Contribution by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	(73,010)	(73,010)	-	(73,010)
- Dividends paid to non-controlling interest	-	-	-	-	-	(2,172)	(2,172)
- Acquisition via business combination	-	-	-	-	-	1,128	1,128
Total transactions with owners of the Company	-	-	-	(73,010)	(73,010)	(1,044)	(74,054)
At 31.12.2020	620,025	(107,658)	(9,028)	1,690,018	2,193,357	86,504	2,279,861

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for year ended 31 March 2020 and the accompanying explanatory notes attached to the interim financial statements.

QL RESOURCES BERHAD (428915-X)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31.12.2020

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31.12.2020

	3rd quarter ended 31.12.2020 RM'000	3rd quarter ended 31.12.2019 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	286,270	244,141
Adjustments for:		
Depreciation & amortisation	151,246	130,784
(Increase)/Decrease in working capital	38,893	24,135
Income tax paid	(46,165)	(34,004)
Other non-cash items	93,038	61,875
Net cash generated from/(used in) operating activities	523,282	426,931
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(231,123)	(257,754)
Others	-	-
Net cash generated from/(used in) investing activities	(231,123)	(257,754)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net borrowings	(67,017)	(21,228)
Payment of lease liabilities	(20,847)	(14,675)
Dividend paid to minority interest	(2,172)	(3,638)
Dividend paid to shareholders	(73,010)	(73,010)
Others	-	-
Net cash generated from/(used in) financing activities	(163,046)	(112,551)
Net increase in cash and cash equivalents	129,113	56,626
Cash and cash equivalents at 1.4.2020	261,549	242,096
Cash and cash equivalents at 31.12.2020	390,662	298,722

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.

NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

This interim financial information of QL Resources Berhad ('The Group') is prepared in accordance with the requirements of paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and complies with the requirements of the Malaysian Financial Reporting Standard ('MFRSs') No. 134 – Interim Financial Reporting. The Unaudited Condensed Consolidated Interim Financial Information should be read in conjunction with audited financial statements of the Group for the financial year ended 31 March 2020.

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those used in the preparation of the financial statements for the financial year ended 31 March 2020 except for the adoption of the followings:

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

The adoption of the above standards and interpretations did not have any material impact on the interim financial report of the Group.

A2. Seasonal or cyclical factors

Certain segment of the Group's business are affected by cyclical factors.

The management considers that on a quarter to quarter basis, the demand and/or production of the Group's products for each of the three core activities varies and the variation in each quarters were as follows:

- (1) marine products manufacturing activities are affected by monsoon in the 4th quarter.
- (2) crude palm oil milling activities are seasonally affected by monsoon resulting in low crops in the 2nd and 4th quarters.
- (3) integrated livestock farming activities are not significantly affected in any of the quarters.

On an overall basis therefore, the group's performance varies seasonally and maybe affected by unusual and unforeseen events affecting each of the core activities.

Based on past 5 years quarterly data, our average seasonal earnings index is as follows:

Q1	April to June	0.21
Q2	July to September	0.27
Q3	October to December	0.28
Q4	January to March	0.24
		1.00

A3. Unusual items

There are no unusual items that have material effect on the assets, liabilities, equity, net income or cash flow during the quarter under review.

A4. Nature and amount of changes in estimates

There were no material changes in estimates during the quarter under review.

A5. Debts and securities

There are no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter under review.

A6. Dividend paid

During the quarter, a final dividend of 4.50 sen per ordinary share amounting to approximately RM 73.01 million was paid on 15 October 2020.

A7. Segmental information

Segment information in respect of the Group's business segments for the 3rd quarter ended 31.12.2020

	RM'000	RM'000
	Sales	PBT
Marine Products Manufacturing	318,552	73,727
Palm Oil Activities	52,378	31
Integrated Livestock Farming	740,442	34,790
Total	<u>1,111,372</u>	<u>108,548</u>

A8. Property, plant and equipment

The valuations of land and building have been brought forward, without amendment from the previous annual report.

A9. Material subsequent event

There were no material events subsequent to the end of current quarter that have not been reflected in the financial statements.

A10. Changes in composition of the Group

During the quarter under review, there were no material changes to group composition.

A11. Changes in contingent liabilities

The Company provides unsecured financial guarantees to banks in respect of banking facilities granted to certain subsidiaries. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events, are disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

There were no contingent liabilities at the end of the current financial period for the Group.

A12. Disclosure of audit report qualification

There was no qualification in the audit report of the preceding annual financial statements.

INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31.12.2020

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

B1 Review of performance for the current quarter and financial period to-date

	Current quarter	Last year corresponding quarter	% change	Cumulative quarters	Cumulative corresponding quarters last year	% change
	1.10.2020 to 31.12.2020	1.10.2019 to 31.12.2019		1.4.2020 to 31.12.2020	1.4.2019 to 31.12.2019	
	Sales	Sales		Sales	Sales	
	RM'000	RM'000		RM'000	RM'000	
Marine Product Manufacturing (MPM)	318,552	288,866	10%	961,587	889,220	8%
Palm Oil Activities (POA)	52,378	68,534	-24%	170,901	187,646	-9%
Integrated Livestock Farming (ILF)	740,442	749,949	-1%	2,027,122	2,096,548	-3%
Total	1,111,372	1,107,349	0%	3,159,610	3,173,414	0%
	1.10.2020 to 31.12.2020	1.10.2019 to 31.12.2019		1.4.2020 to 31.12.2020	1.4.2019 to 31.12.2019	
	Profit before tax	Profit before tax		Profit before tax	Profit before tax	
	RM'000	RM'000		RM'000	RM'000	
Marine Product Manufacturing (MPM)	73,727	53,711	37%	209,176	154,067	36%
Palm Oil Activities (POA)	31	3,166	-99%	12,899	4,986	159%
Integrated Livestock Farming (ILF)	34,790	40,773	-15%	64,195	85,088	-25%
Total	108,548	97,650	11%	286,270	244,141	17%

- a. MPM's current quarter sales increased by 10% against the corresponding quarter mainly due to higher sales volume and better price achieved for fishmeal, surimi based products and aquaculture business.

Earnings increased by 37% in tandem with higher sales and also better margin achieved through production cost efficiency for the above activities and also surimi.

Similarly cumulative sales and earnings increased by 8% and 36% respectively due to better performance of all segment activities except for fishing which was affected by seasonal factor.

- b. Despite marginal higher CPO ex-mill selling price, POA's current quarter sales decreased by 24% against the corresponding quarter mainly due to lower FFB production and tonnage processed as a result of extreme weather affecting both crop and OER.

Similarly, earnings were affected by overall higher cost due to lower FFB harvest, forward selling at lower price and unexpected Indonesian windfall tax.

Despite higher CPO ex-mill selling price, POA's cumulative sales decreased by 9% against the corresponding period due to lower FFB production and tonnage processed.

Cumulative earnings increased by 159% due to foreign currency translation gain from Indonesian Rupiah strengthening against end March 2020 rate (RM/IDR at 3774 vs 3497 end December 2020)

- c. Despite higher raw material trading sales and egg production volume, ILF's current quarter sales decreased by 1% against the corresponding quarter due to adverse impact of Covid-19 pandemic in East Malaysia and Indonesia resulting in overall weaker broiler demand in both markets and also lower sales for FamilyMart operations.

However, earnings decreased by 15% due to lower egg price in Peninsular, lower contribution from FamilyMart operations and weaker overall broiler integration performance in East Malaysia and Indonesia market.

Cumulative sales decreased by 3% due to adverse impact of Covid-19 pandemic resulting in lower sales for FamilyMart operations and weaker broiler demand in East Malaysia and Indonesia market.

Cumulative earnings decreased by 25% due to adverse impact of Covid-19 pandemic resulting in low egg price for Peninsular, lower FamilyMart contribution and weaker overall broiler integration performance in East Malaysia and Indonesia market.

B2 Review of current quarter performance with the preceding quarter

	Current quarter	Preceding quarter	% change	Current quarter	Preceding quarter	% change
	1.10.2020 to 31.12.2020	1.7.2020 to 30.9.2020		1.10.2020 to 31.12.2020	1.7.2020 to 30.9.2020	
	Sales	Sales		Profit before tax	Profit before tax	
	RM'000	RM'000		RM'000	RM'000	
Activities:						
Marine Product Manufacturing (MPM)	318,552	337,320	-6%	73,727	73,592	0%
Palm Oil Activities (POA)	52,378	57,615	-9%	31	(1,621)	102%
Integrated Livestock Farming (ILF)	740,442	683,154	8%	34,790	25,349	37%
Total	1,111,372	1,078,089	3%	108,548	97,320	12%

- a. MPM's current quarter sales decreased by 6% against the preceding quarter mainly due to seasonal factor and also disruption in fishing activities as a result of foreign fisherman movement control.
However, earnings increased marginally mainly due to higher selling price and better margin achieved for surimi-based products.
- b. POA's current quarter sales decreased by 9% against the preceding quarter due to lower CPO tonnage sold, despite marginal higher ex-mill selling price.
Despite unexpected Indonesian windfall tax, earnings improved due to favorable foreign currency translation gain with the strengthening of Indonesian Rupiah as at end December 2020.
- c. ILF's current quarter sales increased by 8% against the preceding quarter mainly due to higher sales volume for farm produce and higher selling price for raw material trading.
Earnings increased by 37% against preceding quarter mainly due to recovery in farm performance and higher raw material trading margin, despite lower contribution from FamilyMart operations.

B3 Prospects for the next quarter to 31st March 2021

The management expects a challenging quarter ahead after the re-imposition of MCO but will continue to strive for growth against the preceding year's corresponding quarter.

In addition, we also expect the consolidation of Boilermech Holdings Berhad ("Boilermech") result in Quarter 4 to contribute positively to the performance of the Group, after it becomes a subsidiary following the completion of mandatory conditional take-over offer.

B4 Profit forecast

No profit forecast was published during the period under review.

B5 Tax expense

Current income tax expense
Deferred tax expense

	Individual quarter 3 months ended 31.12.2020	Cumulative period To date 31.12.2020
	RM'000	RM'000
	20,199	60,932
	7,838	18,123
	28,037	79,055

The effective tax rate for cumulative period to date is higher than the statutory rate mainly due to tax expense recognised on the unrealized forex gain from Indonesian Rupiah movement as per Indonesian tax law.

B6 Unquoted investments and properties

There were no disposal of unquoted investments and/or properties during quarter under review.

B7 Quoted investments

There were no sales or purchase of quoted investment for the quarter under review except as disclosed.

B8 Corporate proposals

On 3 December 2020, the Group via its wholly owned subsidiary QL Green Resources Sdn Bhd made a mandatory conditional take-over offer to acquire all the remaining ordinary shares in Boilermech not already held, after acquiring additional 4% shares of Boilermech from Leong Yew Cheong, the Managing Director and substantial shareholder of Boilermech. The offer closed on 8 February 2021 and as at the closing date, QL Green holds approximately 50.19% in Boilermech and Boilermech is presently a subsidiary of the Group.

B9 Group borrowings

	As at 3rd quarter ended 31.12.2020					
	Long term		Short term		Total borrowings	
	Foreign denomination (USD\$1 = RM4.019)	RM denomination	Foreign denomination (USD\$1 = RM4.019)	RM denomination	Foreign denomination (USD\$1 = RM4.019)	RM denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Unsecured						
Term loans (Conventional)	594,607	-	153,607	-	748,214	-
Term loans (Islamic)	35,462	-	35,461	391	70,923	391
Bank overdrafts	-	-	5,627	1,360	5,627	1,360
Bankers' acceptance (Conventional)	-	-	92,712	253,580	92,712	253,580
Bankers' acceptance (Islamic)	-	-	-	46,368	-	46,368
Revolving credit	-	-	-	76,854	-	76,854
Finance lease liabilities (HP creditors)	-	124	-	111	-	235
Total	630,069	124	287,407	378,664	917,476	378,788

	As at 4th quarter ended 31.3.2020					
	Long term		Short term		Total borrowings	
	Foreign denomination (USD\$1 = RM4.318)	RM denomination	Foreign denomination (USD\$1 = RM4.318)	RM denomination	Foreign denomination (USD\$1 = RM4.318)	RM denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Unsecured						
Term loans (Conventional)	600,054	-	117,399	-	717,453	-
Term loans (Islamic)	46,675	3,508	38,100	47,220	84,775	50,728
Bank overdrafts	-	-	37,783	8,867	37,783	8,867
Bankers' acceptance (Conventional)	-	-	66,194	177,430	66,194	177,430
Bankers' acceptance (Islamic)	-	-	-	76,750	-	76,750
Revolving credit	-	-	-	85,605	-	85,605
Finance lease liabilities (HP creditors)	-	124	-	134	-	258
Total	646,729	3,632	259,476	396,006	906,205	399,638

The borrowings denominated in foreign currencies are hedged to RM as well as interest rate.

B10 Financial instruments

As at 31.12.2020, the outstanding derivatives (including financial instruments designated as hedging instruments) are as follows:

Types of derivatives	Contract/Notional Value as at 31.12.2020	Fair Value gain/ (loss) as at 31.12.2020
	RM'000	RM'000
(i) Cross currency swap		
- Less than 1 year		
- More than 1 year	677,050	(38,440)
(ii) Interest rate swap		
- Less than 1 year		
- More than 1 year	141,212	(4,266)
(iii) Foreign exchange contracts (sell)		
- Less than 1 year	32,785	528
- More than 1 year		
(iv) Foreign exchange contracts (buy)		
- Less than 1 year	20,072	328
- More than 1 year		
	<u>871,119</u>	<u>(41,850)</u>

B11 Changes in material litigation

There were no changes in material litigation at the date of this report.

B12 Dividend

The directors do not recommend any dividend during the period under review.

B13 Earnings per share

The calculations of basic earnings per share were as follows:

	Current quarter ended 31.12.2020	Cumulative to date 31.12.2020
(a) Net profit attributable to ordinary shareholders (RM'000)	76,326	197,335
(b) Number of ordinary shares in issue ('000)- weighted average	2,433,657	2,433,657
Basic Earnings per share (sen)	3.14	8.11