

LII HEN INDUSTRIES BHD (Company No: 301361-U)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020

ASSETS	Note	AS AT END OF CURRENT QUARTER 31.12.2020 RM'000 UNAUDITED	AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2019 RM'000 AUDITED
Non-current assets			
Property, plant and equipment		194,321	191,301
Investment property		359	367
Right- of- use assets		11,600	13,417
Intangible assets		4	5
Biological assets		2,764	2,455
		<u>209,048</u>	<u>207,545</u>
Current assets			
Inventories		146,417	87,300
Trade receivables		69,683	56,098
Other receivables		8,392	12,348
Tax assets		149	241
Short term investment	20	-	17,799
Derivatives financial instruments at fair value	23	1,392	235
Fixed deposits with licensed banks		101,144	83,060
Cash and bank balances		61,450	64,709
		<u>388,627</u>	<u>321,790</u>
TOTAL ASSETS		<u>597,675</u>	<u>529,335</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the Parent:			
Share capital		90,000	90,000
Reserves		327,313	285,769
		<u>417,313</u>	<u>375,769</u>
Non-controlling interest		3,434	654
TOTAL EQUITY		<u>420,747</u>	<u>376,423</u>
Non-current liabilities			
Borrowings	22	578	1,912
Lease liabilities		6,371	7,904
Deferred taxation		19,929	20,124
		<u>26,878</u>	<u>29,940</u>
Current Liabilities			
Payables		114,967	95,361
Derivatives financial instruments at fair value	23	-	-
Dividend payable		-	-
Short-term borrowings	22	28,952	15,483
Lease liabilities		5,085	5,296
Provision for taxation		1,046	6,832
		<u>150,050</u>	<u>122,972</u>
TOTAL LIABILITIES		176,928	152,912
TOTAL EQUITY AND LIABILITIES		<u>597,675</u>	<u>529,335</u>

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited Consolidated Financial Statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to these audited financial statements)

LII HEN INDUSTRIES BHD (Company No: 301361-U)

The Board of Directors is pleased to announce the following: -

UNAUDITED RESULTS OF THE GROUP FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 31.12.2020 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31.12.2019 RM'000	CURRENT YEAR TO DATE 31.12.2020 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31.12.2019 RM'000
Revenue	9	282,776	227,062	931,378	836,659
Cost of sales		(237,840)	(180,639)	(755,930)	(660,295)
Gross Profit		44,936	46,423	175,448	176,364
Other operating income/(expenses)	24	704	(173)	3,324	2,232
Operating expenses	25	(20,829)	(17,718)	(75,346)	(71,455)
Profit from operations		24,811	28,532	103,426	107,141
Finance costs		(251)	(290)	(1,078)	(1,457)
Profit before taxation		24,560	28,242	102,348	105,684
Taxation	21	(5,911)	(7,029)	(23,824)	(26,133)
Profit for the period		18,649	21,213	78,524	79,551
Other comprehensive income for the period, net of tax item that will not be reclassified subsequently to profit or loss			-		-
Revaluation surplus on property, plant and equipment		-	-	-	-
Total comprehensive income for the period		18,649	21,213	78,524	79,551
Profit attributable to:					
Owners of the Parent		17,508	21,575	75,744	78,875
Non-Controlling Interest		1,141	(362)	2,780	676
		18,649	21,213	78,524	79,551
Total comprehensive income attributable to:					
Owners of the Parent		17,508	21,575	75,744	78,875
Non-Controlling Interest		1,141	(362)	2,780	676
		18,649	21,213	78,524	79,551
Earnings per share attributable to owners of the Parent (sen)					
Basic	29	9.73	11.99	42.08	43.82
Diluted					-
		9.73	11.99	42.08	43.82

(The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited Consolidated Financial Statements for the year ended 31 December 2019 and the accompanying notes attached to these audited financial statements)

LII HEN INDUSTRIES BHD (Company No: 301361-U)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020

	-----Attributable to owners of the Parent-----			Total RM'000	Non Controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Non distributable Revaluation Reserve RM'000	Distributable Retained Profit RM'000			
Balance as at 1 January 2020	90,000	42,338	243,431	375,769	654	376,423
Total comprehensive income for the period			75,744	75,744	2,780	78,524
Dividend paid			(34,200)	(34,200)	-	(34,200)
Balance as at 31 December 2020	<u>90,000</u>	<u>42,338</u>	<u>284,975</u>	<u>417,313</u>	<u>3,434</u>	<u>420,747</u>
Balance as at 1 January 2019	90,000	43,431	192,562	325,993	(22)	325,971
Total comprehensive income for the period			78,875	78,875	676	79,551
Other comprehensive income/(loss)		(299)	-	(299)	-	(299)
Transfer between reserves		(794)	794	-	-	-
Dividend paid			(28,800)	(28,800)	-	(28,800)
Balance as at 31 December 2019	<u>90,000</u>	<u>42,338</u>	<u>243,431</u>	<u>375,769</u>	<u>654</u>	<u>376,423</u>

(The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited Consolidated Financial Statements for the year ended 31 December 2019 and the accompany explanatory notes to these audited financial statements)

LII HEN INDUSTRIES BHD (Company No: 301361-U)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR FOURTH QUARTER ENDED 31 DECEMBER 2020

	Unaudited Current Period To Date 31 Dec 20 RM'000	Audited Preceding Year Ended 31 Dec 19 RM'000
Cash Flow From Operating Activities		
Profit before Taxation	102,348	105,685
Adjustments for:		
Depreciation and amortization of assets	16,629	15,317
Bad debts written off	-	2
Interest expenses	1,078	1,461
Interest income	(2,924)	(2,400)
Fixed assets written off	358	30
Gain on remeasurement and derecognition of right-of-use assets	(270)	(67)
Fair value changes of investment security	-	(576)
Fair value changes of biological asset	-	207
(Gain)/Loss on disposal of property, plant and equipment	(177)	(405)
Unrealised foreign exchange loss/(gain)	762	1,380
Net fair value loss/(gain) on financial instruments measured at fair value	(1,392)	(235)
Operating profit before working capital changes	116,412	120,399
Decrease/(Increase) in inventories	(59,117)	1,961
Decrease/(Increase) in receivables	(10,390)	13,562
Increase/(decrease) in payables	19,607	14,740
Cash generated from operations	66,512	150,662
Interest paid	(1,078)	(1,461)
Income tax refund	-	3,196
Tax paid	(29,714)	(20,493)
Realisation of derivative financial instruments	235	54
Net cash from operating activities	35,955	131,958
Cash Flow From Investing Activities		
Purchase of property, plant and equipment	(13,863)	(16,334)
Proceeds from disposal of short-term investment	17,799	500
Payment for Biological assets	(309)	(431)
Payment for intangible asset	-	(4)
Proceeds from disposal of property, plant and equipment	245	451
Interest income	2,924	2,324
Net cash from/(used) in investing activities	6,796	(13,494)
Cash Flow From Financing Activities		
Net changes in bankers' acceptances	12,715	(10,342)
Repayment of term loans and hire purchase creditors	(979)	(1,691)
Repayment of lease liabilities	(5,860)	(5,509)
Dividend paid	(34,200)	(28,800)
Changes in pledged short term deposits	-	(51)
Drawdown of hire purchase	398	-
Net cash (used in) financing activities	(27,926)	(46,393)
Net changes in Cash and Cash Equivalents	14,825	72,071
Cash and Cash Equivalents Brought Forward	144,874	72,803
Cash and Cash Equivalents Carried Forward	159,699	144,874
Cash and cash equivalents carried forward consist of:		
Cash and bank balances	162,594	147,769
Bank overdraft	-	-
	162,594	147,769
Less: Fixed deposit pledged for bank facilities	(2,895)	(2,895)
	159,699	144,874

(The unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited Consolidated Financial Statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to these audited financial statements)

**NOTES TO THE QUARTERLY FINANCIAL REPORT
FOR THE PERIOD ENDED 31 DECEMBER 2020**

1. Basis of Preparation

The condensed financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”)134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2019. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2019.

2. Significant Accounting Policies

The significant accounting policies adopted by the Group in this interim financial statements are consistent with those of the last audited financial statements for the financial year ended 31 December 2019, except for the following Amendment to MFRSs and Amendment to IC Interpretation to be applied by all Entities Other Than Private Entities for the financial periods beginning on or after 1 January 2020:

Amendments to MFRSs and IC Interpretations

- MFRS 3	Business Combinations
- MFRS 9, MFRS 139 and MFRS 7	Interest Rate Benchmark Reform
- MFRS 101 and MFRS 108	Definition of Material
- IC Interpretation 19	Extinguishing Financial Liabilities With Equity
- IC Interpretation 22	Foreign Currency Transaction and Advance Consideration

It is anticipated that the adoption of the abovementioned amendments will not have any significant impact on the financial statements of the Group.

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3. Auditors' Report on Preceding Annual Financial Statements

There was no qualification to the audited financial statements of the Company and the Group for the year ended 31 December 2019.

4. Seasonal or cyclical factors

The principal business operations of the Group have historically shown moderate seasonality, where production and sales of furniture are generally lower in the beginning of the calendar year due to festive periods.

5. Items of Unusual Nature

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows for the financial period ended 31 December 2020.

6. Material Changes in estimates

There were no significant changes in estimates that have had a material effect in the current quarter and financial period to date results.

7. Changes in debts and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt or equity securities for the financial period ended 31 December 2020.

8. Dividend Paid

The dividends paid during the financial period were as follow: -

Type of dividend	Dividend per share	For the year ended	Amount RM'000	Entitlement Date	Payment Date
Fourth interim single tier	4.5 sen	31.12.2019	8,100	17.03.2020	31.03.2020
First interim single tier	2.5 sen	31.12.2020	4,500	10.07.2020	24.07.2020
Second interim single tier	2.5 sen	31.12.2020	4,500	15.09.2020	30.09.2020
Final single tier	4.5 sen	31.12.2019	8,100	29.09.2020	15.10.2020
Third interim single tier	5.0 sen	31.12.2020	9,000	04.12.2020	18.12.2020

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9. Segmental Reporting

The Group has the following reportable segments: -

2020	Furniture Manufacturing		Plantation		Other		Group	
	4th Quarter RM'000	YTD RM'000	4th Quarter RM'000	YTD RM'000	4th Quarter RM'000	YTD RM'000	4th Quarter RM'000	YTD RM'000
Revenue								
Total revenue	283,490	934,088	-	-	10,181	37,949	293,671	972,037
Inter-segment revenue	(714)	(2,710)	-	-	(10,181)	(37,949)	(10,895)	(40,659)
Revenue from external customers	282,776	931,378	-	-	-	-	282,776	931,378
Interest income	495	2,455	-	-	87	469	582	2,924
Finance costs	(247)	(1,060)	(4)	(18)	-	-	(251)	(1,078)
Net finance (costs)/income	248	1,395	(4)	(18)	87	469	331	1,846
Depreciation of property, plant and equipment and right-of-use	4,270	16,503	32	126	-	-	4,302	16,629
Segment profit/(loss) before tax	24,860	102,946	(95)	(289)	(205)	(309)	24,560	102,348
Additions to non-current assets	5,258	13,801	46	53	-	9	5,304	13,863
Segment assets		574,432		4,834		18,409		597,675
Segment liabilities		176,305		326		297		176,928

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The Group has the following reportable segments: -

2019	Furniture Manufacturing		Plantation		Other		Group	
	4th Quarter RM'000	YTD RM'000	4th Quarter RM'000	YTD RM'000	4th Quarter RM'000	YTD RM'000	4th Quarter RM'000	YTD RM'000
Revenue								
Total Revenue	228,077	839,387	-	-	7,918	31,580	235,995	870,967
Inter-segment revenue	(1,015)	(2,728)	-	-	(7,918)	(31,580)	(8,933)	(34,308)
Revenue from external customers	227,062	836,659	-	-	-	-	227,062	836,659
Interest income	850	2,282	-	-	155	694	1,005	2,976
Finance cost	(285)	(1,437)	(5)	(20)	-	-	(290)	(1,457)
Net finance (costs)/income	565	845	(5)	(20)	155	694	715	1,519
Depreciation of property, plant and equipment and right-of -use	3,942	15,193	31	124	-	-	3,973	15,317
Segment profit/(loss) before tax	28,601	106,241	(273)	(499)	(86)	(57)	28,242	105,685
Additions to non-current assets	4,346	16,332	120	431	-	2	4,466	16,765
Segment assets		504,740		4,891		19,704		529,335
Segment liabilities		152,447		349		116		152,912

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The furniture manufacturing segment can be further analysed into the following geographical segments: -

	Current Quarter		Year to Date	
	31 Dec		31 Dec	
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
Africa	315	800	1,302	2,436
Asia	77,577	42,192	256,290	148,237
America	195,406	176,396	642,988	655,062
Australia	394	766	1,322	3,129
Europe	55	207	1,675	2,153
Malaysia	9,029	6,701	27,801	25,642
	282,776	227,062	931,378	836,659

As at end of the reporting quarter, there were three (3) (2019: 3) major customers with revenue equalling or exceeding 10% of the Group's total revenue.

10. Valuation of property, plant and equipment

The carrying value of properties which was revalued in 2018 has been brought forward from the previous audited financial statements and there were no revaluations of properties, plant and equipment for the period ended 31 December 2020.

11. Material events subsequent to the end of the period

The Group reported its first case of Covid-19 infection on 23 December 2020 and the virus spread quickly among foreign workers at their dormitory. The specific dormitory was placed under an Enhanced Movement Control Order ("EMCO") on 27 December 2020, which was subsequently extended to 15 January 2021 and 29 January 2021. The EMCO was eventually lifted by the Kementerian Kesihatan Malaysia (Ministry of Health, Malaysia) on 29 January 2021 when all the workers concerned were permitted to resume work with effect from 30 January 2021.

12. Changes in the composition of the Group

There were no changes in the composition of the Group for the period ended 30 December 2020.

13. Changes in contingent liabilities

There were no contingent liabilities as at the date of this report.

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14. Capital Commitment

Authorised capital expenditure not provided for in the interim financial report as at 31 December 2020 was as follows:

Authorised and contracted but not provided for:	RM'000
Construction of factory building	<u>6,500</u>

15. Recurring Related Party Transactions

Subsidiaries of the Company	Transacting Parties	Relationship	Nature of Transactions	Current Quarter Ended 31.12.20 RM	Cumulative Quarter Ended 31.12.20 RM
Favourite Design Sdn Bhd	Double Soon Huat Enterprise	A company in which Chua Yong Haup is a connected person	Provide sub-contract services	770,623	2,337,577
Favourite Design Sdn Bhd	NNST Capital Sdn Bhd	A company in which Tan Bee Eng has interest	Renting of building	72,090	288,360
Mayteck Kilang Kayu dan Perabut Sdn Bhd	T-Home Furniture Industry Sdn Bhd	A company in which Joey Tok Siew Tin ⁽¹⁾ , has interest	Selling of furniture parts	90,042	329,188
CT Haup Heng Sdn Bhd	T-home Furniture Industry Sdn Bhd	A company in which Joey Tok Siew Tin ⁽¹⁾ has interest	Purchase of furniture parts	7,506	79,777
LSG Furniture Sdn Bhd	Hong Tat Sofa Enterprise	A company in which Sia Chee Shong ⁽²⁾ is a connected person	Provide sub-contract services	105,079	226,338
EF Furniture Sdn Bhd	T Fields Trading	A company in which Tan Bee Eng is a connected person	Provide printing services	399,976	1,074,400

Note ⁽¹⁾ Joey Tok Siew Tin is Group Marketing Manager and sister to Mr Tok Heng Leong

⁽²⁾ Sia Chee Shong is Director of LSG Furniture Sdn Bhd

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ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA LISTING REQUIREMENTS**16. Review of Performance of the Group**

Financial review for current quarter and financial year to date is tabulated below: -

	Individual Period (4th Quarter)		Changes (%)	Cumulative Period		Changes (%)
	31.12.20	31.12.19		31.12.20	31.12.19	
	RM'000	RM'000	RM'000	RM'000		
Revenue	282,776	227,062	24.54%	931,378	836,659	11.32%
Profit before tax	24,560	28,242	(13.04%)	102,347	105,685	(3.16%)
Profit before tax margin (%)	8.69	12.43	(30.09%)	10.99	12.63	(12.98%)
Profit after tax	18,649	21,213	(12.09%)	78,523	79,552	(1.29%)
Profit attributable to Ordinary Equity of the Parent	17,508	21,575	(18.85%)	75,744	78,876	(3.97%)

(a) Current Quarter vs Preceding Year Corresponding Quarter

The Group's revenue continued to grow by 24.54% in the current quarter as compared to the preceding year corresponding quarter. The increase was mainly due to higher demand for all the Group's products, especially for bedroom and sofa sets. The USD against RM depreciated slightly by 1.34% in the quarter under review compared to the preceding corresponding quarter (2020: 4.1021; 2019: 4.1578).

Despite higher revenue in the current quarter, the Group's profit before tax dipped by 13.04% compared to the preceding year corresponding quarter. This was mainly due to higher operating costs in raw materials and labour costs, which could not be passed on to customers in the current quarter. As a result, the Group's gross profit margin shrank from 20% to 16%.

(b) Current Year to Date vs Preceding Financial Year Corresponding Period

Despite about 8 weeks of disruption in production during the period of Movement Control Order (MCO) in the first half of the current year, the Group recorded revenue of RM931 million, an increase of 11.32% as compared to the preceding year corresponding period. All the Group's products contributed growth in the current period due to continuous and sustained high demand from our traditional markets.

Profit before tax was registered at RM102 million, a marginal drop of 3.16% as compared to RM105.7 million in the preceding year corresponding period, largely due to higher operating costs in the current year.

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17 Variation of Results Against Preceding Quarter

Description	4th Qtr 2020 RM'000	3rd Qtr 2020 RM'000	Changes	
			RM'000	%
Revenue	282,776	302,062	(19,286)	(6.38%)
Profit before tax	24,560	37,470	(12,910)	(34.45%)
Profit after tax	18,649	30,270	(11,621)	(38.39%)
Profit attributable to Ordinary Equity Holders of the Parent	17,508	28,865	(11,357)	(39.35%)

Revenue for the current quarter decreased 6.38% as compared to the immediate preceding quarter. The main reasons for the lower revenue were due to: (1) acute global shortage of containers, resulting in goods not being shipped to customers on time. (2) the average USD against RM continued to depreciate, close to 2.31%. (4th quarter 2020: 4.1021, 3rd quarter 2020: 4.1991)

Due to lower sales, unfavourable USD against RM and higher operating costs in the current quarter, the Group's profit before tax decreased 34.45% compared to that of the immediate preceding quarter.

Current year prospects

The Covid-19 virus has continued to spread, with sharp resurgence in some countries. Global activity is anticipated to remain well below pre-pandemic as recovery is hampered by the pandemic's lingering effects. Even though positive news reported on the number of proven vaccines being developed and inoculation had begun in some countries, protracted delays in vaccines procurement and distribution would invariably impede containment of the virus.

The Board of Directors is cognizant of this pandemic threat that is yet unabated. With a controllable cost structure in place, a wider market base for the Group's products and rationalization on the use of available workforce, the Board is optimistic that the Group would be able to ride through the Covid-19 pandemic challenges it currently faces. Until and unless vaccination process is rolled out to cover a sizeable population in Malaysia, the Group continues to exercise caution in the way its operating activities are conducted to ensure the requisite requirements issued by the Government for compliance are adhered to in the nation's quest to combat the viral outbreak.

19. Profit forecast

There was no profit forecast issued for the quarter under review.

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20 Short-term investment

This comprises placement with a licensed commercial bank for investment in unit trust.

21. Taxation

Taxation charge for the quarter and year-to-date comprises:

	Current Quarter 31.12.2020 RM'000	Year to Date 31.12.2020 RM'000
Current taxation		
- provision for the period	6,184	24,020
- (over) provision of prior years	-	-
- deferred taxation	(273)	(196)
	<u>5,911</u>	<u>23,824</u>

The lower effective tax rate in relation to the year-to-date profit for the Group was largely due to the export tax allowances available for one of the subsidiaries.

22. Borrowings and Debt Securities

The Group's borrowings as at end of the reporting quarters were as follows:

	4th Quarter 2020 (RM'000)	4th Quarter 2019 (RM'000)
Short Term		
Overdraft	-	-
Bankers' acceptances	27,284	14,568
Term loans	1,527	851
Hire purchase	141	64
Total	28,952	15,483
Long Term		
Term loans	-	1,534
Hire purchase	578	378
Total	578	1,912
Grand Total	29,530	17,395

The loans and bank borrowings are secured and denominated in Ringgit Malaysia. The weighted average floating interest rates charged on the borrowings ranged from 2.36% to 3.04%. (2019: 4.05% to 4.28%) per annum.

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23. Financial Instruments - derivatives

As at 31 December 2020, the foreign currency contracts which have been entered into by the Group to hedge against its sales in foreign currencies are as follows:

Forward Foreign Currency Contracts	Contract Value(RM'000)	Fair Value(RM'000)	Changes in Fair Value(RM'000)
US Dollar – less than 1 year	80,240	78,848	1,392

Derivative financial assets and liabilities are initially recognised, and subsequently measured at fair value. The fair values of derivatives are determined based on market data (primarily exchange rate) to calculate the present value of all estimated flows associated with each derivative at the balance sheet date. The Group's derivatives are principally in respect of forward foreign currency contracts used to hedge against its sales denominated in foreign currencies.

Forward foreign currency contracts of the Group have been measured at fair value and the changes in the fair value are recognised in profit or loss.

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24. Other Operating Income/(expenses)

Other operating income/(expenses) comprise the following:

	Current Quarter 31 Dec		Year to Date 31 Dec	
	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000
Foreign exchange gain/(loss)				
-realised	(1,165)	(1,484)	(3,282)	(1,728)
-unrealised	(626)	(693)	(762)	(1,380)
Gain/(loss) on disposal of property, plant and equipment	-	91	177	405
Gain on remeasurement of R-O-U assets			270	67
Interest income	581	1,005	2,924	2,976
Fair value gain/(loss) on derivative Financial instruments	1,222	348	1,392	235
Rental income	508	383	1,893	1,126
Sundry revenue	167	177	695	531
Insurance claim	17	-	17	-
	704	(173)	3,324	2,232

25. Operating Expenses

The operating expenses include the following charges:

	Current Quarter 31 Dec		Year to Date 31 Dec	
	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000
Depreciation & amortisation	4,302	3,973	16,629	15,317
Interest expenses	251	290	1,078	1,457
Property, plant and equipment written off	95	0	358	30
Biological assets written off	-	207	-	207

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26. Off Balance Sheet Financial Instruments

Save as disclosed in Note 23 above, the Group did not have any financial instruments with off balance sheet risk as at 31 December 2020.

27. Material Litigations

The Group is not engaged in any material litigation as at the date of this announcement.

28. Dividends

The Board of Directors declared the payment of a fourth interim single tier dividend of 4.0 sen per share totalling RM7.2 million in respect of the financial year ended 31 December 2020, payable on 25 March 2021 to depositors registered in the Records of Depositors at close of business on 9 March 2021.

29. Basic Earnings per Share

	Current Quarter 31 Dec		Year to Date 31 Dec	
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
Profit attributable to owners of the Parents	17,508	21,575	75,744	78,875
Weighted average number of shares('000)	180,000	180,000	180,000	180,000
Basic Earnings per Share (sen)	9.73	11.99	42.08	43.82

30. Authorisation for issue

These interim financial statements and the accompanying notes were authorised for issue by the Board of Directors.

For and on behalf of the Board
Lii Hen Industries Bhd.

Pang Kah Man, MIA 18831
Company Secretary