

CAM RESOURCES BERHAD [Company No.: 200001032704 (535311-D)]
 Quarterly Report on consolidated results for the first quarter ended 31/3/2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Current year quarter ended (Unaudited) 31/3/21 RM'000	Preceding year corresponding quarter ended (Unaudited) 31/3/20 RM'000	Changes %	Current year to date (Unaudited) 31/3/21 RM'000	Preceding year corresponding period (Unaudited) 31/3/20 RM'000	Changes %
Revenue	83,085	64,607	28.6	83,085	64,607	28.6
Operating Expenses	(82,853)	(63,674)	30.1	(82,853)	(63,674)	30.1
Other Income	1,482	983	50.8	1,482	983	50.8
(Loss)/Profit from Operations	1,714	1,916	(10.5)	1,714	1,916	(10.5)
Finance Costs	(396)	(660)	(40.0)	(396)	(660)	(40.0)
(Loss)/Profit Before Tax	1,318	1,256	4.9	1,318	1,256	4.9
Income tax Expense	(452)	(543)	(16.8)	(452)	(543)	(16.8)
(Loss)/Profit For The Period	<u>866</u>	<u>713</u>	<u>21.5</u>	<u>866</u>	<u>713</u>	<u>21.5</u>
Other Comprehensive Income	-	-		-	-	
Total Comprehensive Income For The Period	<u>866</u>	<u>713</u>		<u>866</u>	<u>713</u>	
Attributable to:						
Equity Holders Of The Parent	866	713		866	713	
Non-Controlling Interest	-	-		-	-	
Total Comprehensive Income For The Period	<u>866</u>	<u>713</u>		<u>866</u>	<u>713</u>	
EPS - Basic (sen)	0.45	0.37		0.45	0.37	
- Diluted (sen)	N/A	N/A		N/A	N/A	

(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020 and the accompanying notes attached to these interim financial statements)

CAM RESOURCES BERHAD [Company No.: 200001032704 (535311-D)]
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	<u>Unaudited</u>	<u>Audited</u>
	As at end of current quarter 31/3/21 RM'000	As at preceding financial year end 31/12/20 RM'000
ASSETS		
Non Current Assets		
Property, Plant & Equipment	113,347	114,155
Intangible Assets	46	46
Goodwill on business combination	6,079	6,079
Deferred tax assets	565	565
	<u>120,037</u>	<u>120,845</u>
Current Assets		
Inventories	30,727	30,329
Trade receivables	15,162	16,212
Other receivables	1,462	2,112
Tax assets	429	902
Cash and bank balances	15,903	16,426
	<u>63,683</u>	<u>65,981</u>
Total Assets	<u><u>183,720</u></u>	<u><u>186,826</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	54,378	54,378
Treasury shares, at cost	(1,491)	(1,491)
Retained earnings	63,914	63,048
Total equity	<u><u>116,801</u></u>	<u><u>115,935</u></u>
Non Current Liabilities		
Long term borrowings	14,872	15,622
Deferred tax liabilities	4,727	4,806
	<u>19,599</u>	<u>20,428</u>
Current Liabilities		
Trade and other payables	17,631	14,251
Short term provisions	475	475
Short term borrowings	29,214	35,539
	<u>47,320</u>	<u>50,463</u>
Total Liabilities	66,919	70,891
Total Equity And Liabilities	<u><u>183,720</u></u>	<u><u>186,826</u></u>
Net Assets Per Share (RM)	0.61	0.61

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020 and the accompanying notes attached to these interim financial statements)

CAM RESOURCES BERHAD [Company No.: 200001032704 (535311-D)]
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	Retained Earnings RM'000	Total Equity RM'000
<u>Cumulative quarter ended 31/3/2021- Unaudited</u>					
At 01/01/2021	54,378	(1,491)	-	63,048	115,935
Profit for the period	-	-	-	866	866
At 31/3/2021	<u>54,378</u>	<u>(1,491)</u>	<u>-</u>	<u>63,914</u>	<u>116,801</u>
<u>Cumulative quarter ended 31/3/2020- Unaudited</u>					
At 01/01/2020	54,378	(1,399)	-	57,497	110,476
Profit for the period	-	-	-	713	713
At 31/3/2020	<u>54,378</u>	<u>(1,399)</u>	<u>-</u>	<u>58,210</u>	<u>111,189</u>

(The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020 and the accompanying notes attached to these interim financial statements)

CAM RESOURCES BERHAD [Company No.: 200001032704 (535311-D)]
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Cumulative quarter ended 31/3/21 (Unaudited) RM'000	Cumulative quarter ended 31/3/20 (Audited) RM'000
Profit before tax	1,318	1,256
Adjustment for non-cash flow:-		
Non-cash items	2,435	2,054
Non-operating items (which are investing/financing)	384	646
Operating profit before changes in working capital	4,137	3,956
Changes in working capital		
Net change in inventories	(398)	2,301
Net change in receivables	1,700	(432)
Net change in payables	3,380	(2,062)
Cash flows from operation	8,819	3,763
Tax paid	(255)	(350)
Net cash from operating activities	8,564	3,413
Investing Activities		
Interest received	12	14
Proceed from disposal of property, plant and equipment	6	43
Purchase of property, plant and equipment	(1,633)	(2,185)
Net cash used in investing activities	(1,615)	(2,128)
Financing Activities		
Interest paid	(396)	(660)
(Repayments)/drawdown of borrowings	(1,829)	2,429
Net cash used in financing activities	(2,225)	1,769
Net Change in Cash & Cash Equivalents	4,724	3,054
Cash & Cash Equivalents at beginning of the year	5,825	(1,195)
Cash & Cash Equivalents at end of the period	10,549	1,859
Composition of Cash & Cash Equivalents:		
Deposits with licensed banks	13,395	7,950
Cash and bank balances	2,508	944
Bank overdrafts	(5,354)	(7,035)
	10,549	1,859

(The Unaudited Condensed Consolidated Statement of Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020 and the accompanying notes attached to these interim financial statements)

NOTES TO THE QUARTERLY RESULTS

1) Accounting policies

This condensed consolidated interim financial statements (Condensed Report) have been prepared in accordance with MFRS 134 - Interim Financial Reporting, IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board (IASB) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The accounting policies and methods of computation adopted in this financial statement of the Group are consistent with those adopted for the annual financial statements of the Group for the financial year ended 31 December 2020 except for the adoption of the following new Malaysian Financial Reporting Standards (“MFRSs”) and amendments/improvements to MFRSs and new IC Interpretation (“IC Int”) effective for the financial periods beginning on or after 1 January 2021:

Amendments/Improvements to MFRSs

MFRS 4	Insurance Contracts
MFRS 7	Financial Instruments: Disclosures
MFRS 9	Financial Instruments
MFRS 16	Leases
MFRS 139	Financial Instruments: Recognition and Measurement

The adoption of the above amendments/improvements to MFRSs did not have any significant effect on the financial statements of the Group and of the Company and did not result in significant changes to the Group’s and the Company’s existing accounting policies.

a) New MFRSs, amendments/improvement to MFRSs that are issued, but not yet effective and have not been early adopted

The Group has not adopted the following new MFRS, and amendment/improvements to MFRSs that have been issued, but yet to be effective:

	Effective for financial periods beginning on or after
New MFRS	
MFRS 17 Insurance Contracts	1 January 2023

Amendments/Improvements to MFRSs		Effective for financial periods beginning on or after
MFRS 1	First-time Adoption of Malaysia Financial Reporting Standards	1 January 2022 [^] / 1 January 2023 [#]
MFRS 3	Business Combinations	1 January 2022/ 1 January 2023 [#]
MFRS 4	Insurance Contracts	1 January 2023
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 January 2023 [#]
MFRS 7	Financial Instruments: Disclosures	1 January 2023 [#]
MFRS 9	Financial Instruments	1 January 2022 [^] / 1 January 2023 [#]
MFRS 10	Consolidated Financial Statements	Deferred
MFRS 15	Revenue from Contracts with Customers	1 January 2023 [#]
MFRS 16	Leases	1 April 2021/ 1 January 2022 [^]
MFRS 17	Insurance Contracts	1 January 2023
MFRS 101	Presentation of Financial Statements	1 January 2023/ 1 January 2023 [#]
MFRS 107	Statements of Cash Flows	1 January 2023 [#]
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2023
MFRS 116	Property, Plant and Equipment	1 January 2022/ 1 January 2023 [#]
MFRS 119	Employee Benefits	1 January 2023 [#]
MFRS 128	Investments in Associates and Joint Ventures	Deferred/ 1 January 2023 [#]
MFRS 132	Financial Instruments: Presentation	1 January 2023 [#]
MFRS 136	Impairment of Assets	1 January 2023 [#]
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2022/ 1 January 2023 [#]
MFRS 138	Intangible Assets	1 January 2023 [#]
MFRS 140	Investment Property	1 January 2023 [#]
MFRS 141	Agriculture	1 January 2022 [^]

[^] The Annual Improvements to MFRS Standards 2018-2020

[#] Amendments as to the consequence of effective of MFRS 17 Insurance Contracts

The Group is in the process of assessing the impact which may arise from adoption of the above MFRS and amendments/improvements to MFRSs.

2. Audit Report of Preceding Annual Financial Statements

The audit report of the annual financial statements of the Group for the financial year ended 31 December 2020 was not subject to any qualification.

3. Seasonality and cyclical of operations

The Group's operations for the current quarter and financial year-to-date are not significantly affected by seasonal and cyclical factors.

4. Unusual items

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the current quarter and financial year-to-date.

5. Changes in estimates

There were no material changes in estimates of amounts reported in prior financial years that have material effect in the current quarter and financial year-to-date.

6. Issuance and repayment of debt and equity securities

There were no issuances, cancellation, repurchases, resale and repayments of debts and equity securities for the current quarter and financial year-to-date.

7. Dividend paid

There was no dividend paid in the current quarter.

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8. Segmental reporting

The segmental analysis for the Group for the financial year-to-date ended 31 Mac 2021 and 31 Dec 2020 are as follows:-

31 Mac 2021	Investment Holding RM'000	Manufacturing and Trading RM'000	Palm Oil Mill RM'000	Renewable Energy RM'000	Eliminations RM'000	Consolidated RM'000
Segment Revenue						
External revenue	-	14,142	67,479	1,464	-	83,085
Inter-segment revenue	350	34	-	-	(384)	-
	<u>350</u>	<u>14,176</u>	<u>67,479</u>	<u>1,464</u>	<u>(384)</u>	<u>83,085</u>
Segment Results						
Segment results	203	21	1,804	344	(670)	<u>1,702</u>
Operating profit						1,702
Interest revenue						12
Interest expense						(396)
Taxation						(452)
Net profit for the period						<u>866</u>
31 Mac 2020	Investment Holding RM'000	Manufacturing and Trading RM'000	Palm Oil Mill RM'000	Renewable Energy RM'000	Eliminations RM'000	Consolidated RM'000
Segment Revenue						
External revenue	-	10,324	52,309	1,974	-	64,607
Inter-segment revenue	-	30	-	-	(30)	-
	<u>-</u>	<u>10,354</u>	<u>52,309</u>	<u>1,974</u>	<u>(30)</u>	<u>64,607</u>
Segment Results						
Segment results	(140)	(1,334)	2,294	1,438	(356)	<u>1,902</u>
Operating profit						1,902
Interest revenue						14
Interest expense						(660)
Taxation						(543)
Net profit for the period						<u>713</u>

No geographical analysis has been presented as the operations of the Group are solely based in Malaysia.

9. Valuation of property, plant and equipment

There were no amendments made to the valuation of property, plant and equipment that have been brought forward from the previous annual financial statements.

10. Subsequent event

There were no material subsequent events since the end of the current quarter to the date of issue of this report that have not been reflected in the financial statements for the current quarter and financial year-to-date.

11. Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter.

12. Contingent liabilities or assets

Save as disclosed below, there were no changes in contingent liabilities since the last annual reporting date and there were no contingent assets as at end of the current quarter.

The contingent liabilities pertaining to the corporate guarantees given by the Company to financial institutions for banking facilities granted to subsidiaries were RM43,408,000 as at 31 March 2021 (31 December 2020 : RM50,438,000).

13. Review of performance of the Company and its principal subsidiary companies

	Current year quarter ended	Preceding year corresponding quarter ended	Changes	
	31/3/21 RM'000	31/3/20 RM'000	RM'000	%
Revenue				
-Investment Holding	-	-	-	-
-Manufacturing and Trading	14,142	10,324	3,818	37.0%
-Palm Oil Mill	67,479	52,309	15,170	29.0%
-Renewable Energy	1,464	1,974	(510)	-25.8%
	<u>83,085</u>	<u>64,607</u>	<u>18,478</u>	<u>28.6%</u>
(Loss)/Profit before tax				
-Investment Holding	(147)	(140)	(7)	5.0%
-Manufacturing and Trading	(224)	(1,689)	1,465	-86.7%
-Palm Oil Mill	1,164	1,659	(495)	-29.8%
-Renewable Energy	525	1,426	(901)	-63.2%
	<u>1,318</u>	<u>1,256</u>	<u>62</u>	<u>4.9%</u>

The Group's total revenue in the quarter under review was RM83.09million or 28.6% higher than the corresponding quarter of the preceding year at RM64.61million which was mainly attributed to the additional revenue contribution from the Manufacturing and Trading segment of RM3.82million and Palm oil Mill Segment of RM15.17million.

The Group's profit before tax was RM1.32million compared to RM1.26million in the preceding year's corresponding quarter. The higher profit before tax in the current quarter was mainly attributed to lower loss incurred in the Manufacturing and Trading segment. However, the profit before tax in the quarter under review was negated by lower profit from the Palm Oil Mill segment as well as the Renewable Energy segment.

The Investment Holding segment recorded slightly higher at RM147,000 compared to RM140,000 in the previous year's corresponding quarter due to slightly higher operating expenses in the quarter under review.

The loss in the Manufacturing and Trading segment was reported lower at RM0.22million compared to RM1.69million in the preceding year's corresponding quarter. This was mainly attributed to the higher sales achieved at RM14.14million in the current quarter compared to RM10.32million in the previous year's corresponding quarter.

The revenue for Palm Oil Mill segment increased to RM67.48million from RM52.31million in the preceding year's corresponding quarter. The increase in revenue was mainly due to the higher average selling price of Crude Palm Oil ("CPO") and Palm Kernel ("PK"). However, the profit before tax was lower due to the rising cost of fresh fruit bunches ("FFB") offsetting the higher average selling price of CPO and PK as well as lower availability of FFB that lead to the lower production output in the quarter under review.

The revenue of Renewable Energy segment was lower at RM1.46million compared to RM1.97million in the preceding year's corresponding quarter resulting from lower availability of palm oil mill effluent (POME) due to the lower production output in the Palm Oil Mill segment. The profit before tax was lower at RM0.53million compared to RM1.43million in the preceding year's corresponding quarter which was mainly due to the lower revenue achieved as well as higher operating expenses in the quarter under review.

The results of the current quarter and financial year-to-date have not been affected by any transaction or event of a material or unusual nature which have arisen between 1 January 2021 and the date of this report.

14. Material changes in the profit before taxation for the current quarter as compared with the immediate preceding quarter

	Current year quarter ended	Immediate preceding quarter ended	Changes	
	31/3/21 RM'000	31/12/20 RM'000	RM'000	%
Revenue				
-Investment Holding	-	-	-	-
-Manufacturing and Trading	14,142	12,541	1,601	12.8%
-Palm Oil Mill	67,479	44,452	23,027	51.8%
-Renewable Energy	1,464	1,435	29	2.0%
	<u>83,085</u>	<u>58,428</u>	<u>24,657</u>	<u>42.2%</u>
(Loss)/Profit before tax				
-Investment Holding	(147)	(134)	(13)	9.7%
-Manufacturing and Trading	(224)	(2,092)	1,868	-89.3%
-Palm Oil Mill	1,164	589	575	97.6%
-Renewable Energy	525	594	(69)	-11.6%
	<u>1,318</u>	<u>(1,043)</u>	<u>2,361</u>	<u>-226.4%</u>

The Group recorded profit of RM1.32million in the quarter under review compared to a loss of RM1.04million in the immediate preceding quarter. The higher profit before tax was mainly attributed to the lower loss incurred in the Manufacturing and Trading segment as well as higher profit in the Palm Oil Mill Segment.

The loss in the Manufacturing and Trading segment was reduced to RM0.22million compared to RM2.09million in the immediate preceding quarter. This was mainly attributed to higher sales achieved as well as higher sales contribution from better margin products in the quarter under review.

The Palm Oil Mill segment recorded higher profit before tax of RM1.16million compared to RM0.59million in the immediate preceding quarter. The higher profit before tax was mainly due to higher availability of FFB for production that resulted in higher production output in the current quarter.

The revenue of Renewable Energy segment was slightly higher at RM1.46million compared to RM1.44million in the immediate preceding quarter. However, the profit before tax is slightly lower at RM0.53million compared to RM0.59million in the immediate preceding quarter due to the slight increase in operating expenses in the quarter under review.

The Investment Holding segment reported loss of RM147,000 compared to the immediate preceding quarter of RM134,000 due to higher operating expenses in the current quarter.

15. Current year prospect

The business environment remains relatively challenging. The Group will continue its efforts to strengthen the marketing strategies as well as to improve on the cost model and product quality to remain competitive in its core business segments. The Group maintains a neutral outlook of its performance in the coming quarters.

16. Variance on forecast profit and/or profit guarantee

This was not applicable as no profit forecast and/or profit guarantee was published.

17. Profit for the period

Profit for the period is arrived at after charging/(crediting):

	Current year Quarter ended	Preceding year Corresponding Quarter ended	Cumulative Quarter Current year to date	Cumulative Quarter Preceding year to date
	31/03/2021 RM'000	31/03/2020 RM'000	31/03/2021 RM'000	31/03/2020 RM'000
Depreciation of property, plant & equipment	2,334	2,004	2,334	2,004
Interest expenses	396	660	396	660
Foreign exchange (gain)/loss - realised	(63)	18	(63)	18
Property, plant & equipment written off	107	-	107	-
Interest income	(12)	(14)	(12)	(14)
(Gain)/Loss on disposal of property, plant & equipment	(6)	(42)	(6)	(42)

18. Taxation

Taxation comprises the following:-

	Current year quarter	Preceding year Corresponding Quarter ended	Cumulative Quarter Current year to date	Cumulative Quarter Preceding year to date
Particulars	31/03/2021 RM'000	31/03/2020 RM'000	31/03/2021 RM'000	31/03/2020 RM'000
Based on results for the period	530	624	530	624
Origination /(reversal) of temporary differences	(78)	(81)	(78)	(81)
	452	543	452	543
Under/(Over) provision in prior period	-	-	-	-
Tax expense	452	543	452	543

The effective tax expense rate for the current quarter and financial year-to-date were higher than the statutory tax rate mainly due to the non-deductibility of certain expenses for tax purposes and non-availability of the Group tax relief in respect of losses suffered by certain companies.

19. Status of corporate proposals

There was no corporate proposal announced for the current quarter and financial year-to-date.

20. Trade Receivables

	As at 31/3/2021 RM'000	As at 31/12/2020 RM'000
External parties	16,102	17,152
Less: Allowance for impairment loss	<u>(940)</u>	<u>(940)</u>
Trade receivables, net	<u>15,162</u>	<u>16,212</u>

The Group's normal trade credit term extended to customers ranges from 30 to 120 days. (2020: 30 to 120 days).

Ageing analysis of trade receivables:

	As at 31/3/2021 RM'000	As at 31/12/2020 RM'000
Current	13,967	15,236
1 to 90 days past due	609	417
91 to 120 days past due	183	12
More than 121 days past due	403	547
	1,195	976
Impaired individually		
Brought forward	725	725
Impairment loss during the period	215	215
Written off	-	-
Reversal of impairment loss	-	-
	<u>940</u>	<u>940</u>
	<u>16,102</u>	<u>17,152</u>

Trade receivables that are past due but not impaired are creditworthy debtors who, by past trade practices, have paid after the expiry of the trade credit terms and the Group is currently still in active trading with the debtors. The Group does not anticipate recovery problem in respect of these debtors.

21. Group borrowings and debt securities

Group Borrowings as at 31 Mac 2021	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings			
Bank overdraft	3,498	1,856	5,354
Revolving credit	-	4,900	4,900
Bankers' acceptance	6,028	9,966	15,994
Hire purchase loans	158	-	158
Lease liabilities	-	102	102
Term loans	2,706	-	2,706
	<u>12,390</u>	<u>16,824</u>	<u>29,214</u>
Long term borrowings			
Hire purchase loans	418	-	418
Term loans	14,454	-	14,454
	<u>14,872</u>	<u>-</u>	<u>14,872</u>
Total Borrowings	<u>27,262</u>	<u>16,824</u>	<u>44,086</u>
Group Borrowings as at 31 Dec 2020	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings			
Bank overdraft	6,191	4,410	10,601
Revolving credit	-	4,400	4,400
Bankers' acceptance	17,163	320	17,483
Hire purchase loans	163	-	163
Lease liabilities	-	68	68
Term loans	2,824	-	2,824
	<u>26,341</u>	<u>9,198</u>	<u>35,539</u>
Long term borrowings			
Hire purchase loans	458	-	458
Lease liabilities	-	34	34
Term loans	15,130	-	15,130
	<u>15,588</u>	<u>34</u>	<u>15,622</u>
Total Borrowings	<u>41,929</u>	<u>9,232</u>	<u>51,161</u>

The above Group borrowings are denominated in Ringgit Malaysia.

22. Material pending litigation

There were no material litigations pending since the last annual financial statement.

23. Dividend

There was no dividend declared or recommended for the current quarter.

24. Earnings per share (“EPS”)

	Current year quarter 31/03/2021 RM'000	Preceding year corresponding quarter 31/03/2020 RM'000	Cumulative Quarter Current year to date 31/03/2021 RM'000	Cumulative Quarter Preceding year to date 31/03/2020 RM'000
Profit attributable to owners of the Company (RM'000)	866	713	866	713
Weighted average number of ordinary shares for basic EPS ('000)	191,416	191,832	191,416	191,832
Basic EPS (sen)	0.45	0.37	0.45	0.37