

**OKA CORPORATION BHD (519941-H)****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2020**

	<b>Unaudited 30/09/2020 RM'000</b>	<b>Audited 31/03/2020 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	72,397	69,907
Right-of-use assets	1,167	1,048
Investment property	2,630	2,658
Other investments	12	12
Deferred tax assets	1,473	1,491
	77,679	75,116
<b>Current assets</b>		
Inventories	43,292	41,206
Receivables, deposits and prepayments	31,663	27,231
Current tax assets	7,128	6,083
Cash and cash equivalents	45,383	52,065
	127,466	126,585
<b>TOTAL ASSETS</b>	<b>205,145</b>	<b>201,701</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	87,837	87,837
Fair value reserve	3	3
Retained profits	94,651	88,104
<b>TOTAL EQUITY</b>	<b>182,491</b>	<b>175,944</b>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Trade and other payables	21,399	24,752
Contract liabilities	1,255	1,005
	22,654	25,757
<b>TOTAL LIABILITIES</b>	<b>22,654</b>	<b>25,757</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>205,145</b>	<b>201,701</b>
<b>Net assets per share (RM)</b>	<b>0.74</b>	<b>0.72</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Statements for the year ended 31 March 2020



**OKA CORPORATION BHD (519941-H)**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020**

*( The figures have not been audited )*

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT PERIOD QUARTER 30/09/2020 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2019 RM'000	Changes %	CURRENT YEAR TO-DATE 30/09/2020 RM'000	PRECEDING YEAR TO-DATE 30/09/2019 RM'000	Changes %
Revenue	34,109	33,775	1%	47,679	64,173	-26%
Operating expenses	(26,923)	(28,327)	-5%	(40,473)	(54,599)	-26%
Other operating income	743	253	194%	1,205	536	125%
<b>Profit from operations</b>	<b>7,929</b>	<b>5,701</b>	<b>39%</b>	<b>8,411</b>	<b>10,110</b>	<b>-17%</b>
Finance costs	-	-	0%	-	-	0%
<b>Profit before tax</b>	<b>7,929</b>	<b>5,701</b>	<b>39%</b>	<b>8,411</b>	<b>10,110</b>	<b>-17%</b>
Income tax expense	(1,833)	(1,297)	41%	(1,864)	(2,314)	-19%
<b>Profit for the period</b>	<b>6,096</b>	<b>4,404</b>	<b>38%</b>	<b>6,547</b>	<b>7,796</b>	<b>-16%</b>
Other comprehensive income/(loss)	-	-	0%	-	-	0%
<b>Total comprehensive income attributable to owners of the Company</b>	<b>6,096</b>	<b>4,404</b>	<b>38%</b>	<b>6,547</b>	<b>7,796</b>	<b>-16%</b>
<b>Earnings per share:</b>						
Basic / Diluted (sen)	2.48	1.79	38%	2.67	3.18	-16%

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020



**OKA CORPORATION BHD (519941-H)**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020**

	Share Capital RM'000	Fair Value Reserve RM'000	Share Option Reserve RM'000	Retained Profits RM'000	Total Equity RM'000
At 1 April 2020	87,837	3	-	88,104	175,944
Total comprehensive income for the period	-	-	-	6,547	6,547
Dividend to owners of the Company	-	-	-	-	-
<b>At 30 September 2020</b>	<b>87,837</b>	<b>3</b>	<b>-</b>	<b>94,651</b>	<b>182,491</b>
At 1 April 2019	87,837	3	1,841	84,533	174,214
Total comprehensive income for the period	-	-	-	7,796	7,796
<b>At 30 September 2019</b>	<b>87,837</b>	<b>3</b>	<b>1,841</b>	<b>92,329</b>	<b>182,010</b>

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020**

	<b>30/09/2020 RM'000</b>	<b>30/09/2019 RM'000</b>
<b>Cash flow from operating activities</b>		
Net profit before tax	8,411	10,110
Adjustments for non-cash flows items	1,687	1,264
Operating profit before changes in working capital	10,098	11,374
Net change in current assets	(6,519)	(3,669)
Net change in current liabilities	(3,539)	(3,334)
Cash generated from operations	40	4,371
Income tax paid	(2,890)	(3,247)
Overdue interest received	25	16
Net cash (used in)/from operating activities	(2,825)	1,140
<b>Cash flow from investing activities</b>		
Acquisition of property, plant and equipment	(4,371)	(1,330)
Short-term deposits interest received	523	757
Proceeds from disposal of property, plant and equipment	25	54
Payment of lease liabilities	(285)	-
Net cash used in investing activities	(4,108)	(519)
<b>Cash flow from financing activities</b>		
Proceeds from disposal of property, plant and equipment	251	-
Net cash from financing activities	251	-
Net changes in cash and cash equivalents	(6,682)	621
Cash and cash equivalents at beginning of year	52,046	49,526
<b>Cash and cash equivalents at end of period</b>	<b>(i) 45,364</b>	<b>50,147</b>
<b>(i) Cash and cash equivalents comprise the following:</b>		
Fixed deposits placed with a licensed bank	19	19
Short-term funds placed with financial institutions	43,675	44,923
Cash and bank balances	1,689	5,224
	45,383	50,166
Less: Pledged deposits	(19)	(19)
	45,364	50,147

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134****1. BASIS OF PREPARATION**

This interim financial statements of the Group have been prepared in accordance with MFRS134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2020.

The significant accounting policies adopted are consistent with those of the audited financial statements of the Group for the financial year ended 31 March 2020, except the adoption of the following amendments to MFRSs mandatory for annual financial periods beginning on or after 1 April 2020.

Amendments to MFRS 3:	Definition of a Business
Amendments to MFRS 101 and MFRS 108:	Definition of Material
Amendments to MFRS 9, MFRS 139 and MFRS 7:	Interest Rate Benchmark Reform
Amendments to MFRS 9:	Financial Instruments
Amendments to MFRS 16:	Leases – Covid-19-Related Rent Concessions
MFRS17:	Insurance Contracts

The initial application of the accounting standards, interpretations or amendments are not expected to have any material financial impacts to the current period and prior period financial statements of the Group.

**2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the financial statements for the financial year ended 31 March 2020 was unmodified.

**3. SEASONAL OR CYCLICAL FACTORS**

Apart from the traditional variations in the level of business activities, the operations of the Group were not materially affected by any seasonal or cyclical factors.

**4. UNUSUAL ITEMS**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows during the current quarter.

**5. MATERIAL CHANGES IN ESTIMATES**

There were no changes in the estimates that have had any material effect on the current financial period to date.

**6. DIVIDEND PAID**

No dividend was paid for the current quarter.

**7. SEGMENTAL REPORTING**

The Group's only reportable segment comprises the manufacturing and sale of pre-cast concrete products and trading of readymixed concrete. Operating segment information has therefore not been prepared as the Group's revenue and operating profit before tax are mainly confined to one operating segment

**8. MATERIAL SUBSEQUENT EVENT**

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

**9. CHANGES IN THE COMPOSITION OF THE GROUP**

There were no other changes in the composition of the Group during the current financial period to date.

**10. The contingent liabilities represent corporate guarantees totalling RM81,050,000 (31 March 2020: RM81,050,000) in respect of bank and trade facilities granted to a subsidiary.**

The amount of bank and trade facilities utilised which were secured by corporate guarantees as at 30 September 2020:-

	<b>RM'000</b>
Trade balance outstanding	5,137
Short-term borrowings – Bankers' acceptances	<u>0</u>

There were no contingent assets at the date of this report.



**11. DEBT AND EQUITY SECURITIES**

There were no other issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial period to date.

**12. CAPITAL COMMITMENTS**

There were no other material capital commitments as at the end of current quarter.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA**

**13. REVIEW OF PERFORMANCE**

(RM'million)	Individual Period		Changes (Amount / %)	Cumulative Period		Changes (Amount / %)
	Current Year	Preceding Year Corresponding		Current Year	Preceding Year Corresponding	
	Quarter 30/09/2020	Quarter 30/09/2019		To-Date 30/09/2020	Period 30/09/2019	
Revenue	34.1	33.8	0.3 1%	47.7	64.2	(16.5) -26%
Profit Before Tax	7.9	5.7	2.2 39%	8.4	10.1	(1.7) -17%

(a) Current Quarter vs Preceding Year Corresponding Quarter

The Group recorded slightly higher revenue of RM34.1 million for the quarter under review as compared to RM33.8 million in the corresponding quarter of the preceding year. The Group's profit before tax increased by RM2.2 million from RM5.7 million in the corresponding quarter of the preceding year to RM7.9 million in the current quarter. The increase of the Group's profit before tax was mainly due to lower operating expenses incurred.

(b) Current Period To-date vs Preceding Period To-date

The Group registered lower revenue of RM47.7 million for the current period to-date as compared to RM64.2 million in the preceding year. The Group's profit before tax has decreased by RM1.7 million from RM10.1 million in the preceding year to RM8.4 million in the current year. The decrease in profit before tax was contributed by lower volume products sold by 68,000mt during the current quarter which is 156,000mt as compared to the preceding year of 224,000mt, mitigated by lower operating expenses incurred.

**14. VARIATION OF RESULTS AGAINST IMMEDIATE PRECEDING QUARTER**

RM'million	Current Quarter 30/09/2020	Immediate Preceding Quarter 30/06/2020	Changes (Amount / %)
Revenue	34.1	13.6	20.5 151%
Profit Before Tax	7.9	0.5	7.4 1545%

The Group registered higher revenue of RM34.1 million for the current quarter as compared to RM13.6 million in the immediate preceding quarter. Profit before tax increased by RM7.4 million from RM0.5 million in the immediate preceding quarter to RM7.9 million in the current quarter. The increase of the Group's profit before tax was mainly due to higher volume products sold by 66,000mt during the current quarter at 111,000mt as compared to the immediate preceding quarter of 45,000mt where last quarter fall under Movement Control Order period and the company only operated for 1.5 months.

**15. CURRENT YEAR PROSPECTS**

The COVID-19 pandemic will undeniably have an adverse impact to the globally markets and businesses including us. However, the Management believes the impact by the pandemic to the Group is manageable as most of our on-going projects are expected to carry us through the year 2020.

Barring any unforeseen circumstances, the Board of Directors is cautiously optimistic that the performance of the Group will remain satisfactory for the financial year ending 2021 amidst a very challenging global economic environment.

**16. PROFIT FORECAST**

Not applicable for the current financial year as no profit forecast was published.

**17. TAX EXPENSE**

	Current Quarter RM'000	Current Year To-Date RM'000
<b>Income tax expense:</b>		
- Current period	1,824	1,846
<b>Deferred tax:</b>		
- Current period	9	18
	<u>1,833</u>	<u>1,864</u>

The Group's effective tax rate for year to-date is slightly lower than the Malaysia statutory tax rate mainly due to non-taxable interest income.

**18. STATUS OF CORPORATE PROPOSALS**

There were no other outstanding corporate proposals as at the date of this report.

**19. BORROWINGS**

There were no borrowings as at the date of this report.

**20. DERIVATIVE FINANCIAL INSTRUMENTS**

There were no derivative financial instruments as at the date of this report.

**21. DIVIDEND**

No interim dividend has been declared for the current financial period under review.

**22. MATERIAL LITIGATION**

There are no material litigation as at the date of this report.

**23. EARNINGS PER SHARE (EPS)**

The basic earnings per share is calculated based on the Group's net profit attributable to Owners of the Company and a weighted average number of ordinary shares issued during the financial period:

	Current Quarter	Current Year To-Date
Profit attributable to owners of the Company (RM'000)	6,096	6,547
Weighted average number of ordinary shares ('000)	245,395	245,395
Earnings per share (sen)	2.48	2.67

**24. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

Profit before tax is arrived at after charging/(crediting) :

	Current Quarter RM'000	Current Year To-Date RM'000
Depreciation and amortisation	993	1,983
Depreciation of right-of-use assets	10	20
Impairment loss on trade receivables	(47)	337
Interest expense	-	-
Interest income	(225)	(548)
Rental expense	248	366
Rental income	(63)	(119)
Reversal of impairment loss on receivables	(111)	(161)

**25. TRADE AND OTHER RECEIVABLES**

	As at 30/09/20 RM'000
Trade receivables (non-related parties)	44,092
Less : allowance for impairment loss	(12,899)
	31,193
Other receivables	470
	31,663

The credit terms of trade receivables granted to non-related parties with credit period ranging from 30 - 120 days.

The ageing analysis of trade receivables is as follows:

	RM'000
Current	16,542
Past due :	
1 - 30 days	8,948
31 - 120 days	9,118
Above 120 days	9,484
	27,550
	44,092
Allowance for impairment loss	(12,899)
	31,193

**26. AUTHORISATION FOR ISSUE**

The unaudited interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 27 November 2020.