

**OKA CORPORATION BHD (519941-H)****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

	Unaudited 31/03/2021 RM'000	Audited 31/03/2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	71,488	69,907
Right-of-use assets	1,341	1,048
Investment property	2,602	2,658
Other investments	12	12
Deferred tax assets	1,654	1,491
	77,097	75,116
Current assets		
Inventories	41,218	41,206
Receivables, deposits and prepayments	34,346	27,231
Current tax assets	5,825	6,083
Cash and cash equivalents	52,538	52,065
	133,927	126,585
TOTAL ASSETS	211,024	201,701
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	87,837	87,837
Fair value reserve	3	3
Retained profits	93,892	88,104
TOTAL EQUITY	181,732	175,944
LIABILITIES		
Current Liabilities		
Trade and other payables	28,207	24,752
Contract liabilities	1,085	1,005
	29,292	25,757
TOTAL LIABILITIES	29,292	25,757
TOTAL EQUITY AND LIABILITIES	211,024	201,701
Net assets per share (RM)	0.74	0.72

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 31 MARCH 2021**
(The figures have not been audited)

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT PERIOD QUARTER 31/03/2021 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/03/2020 RM'000	Changes %	CURRENT YEAR TO-DATE 31/03/2021 RM'000	PRECEDING YEAR TO-DATE 31/03/2020 RM'000	Changes %
Revenue	34,544	24,890	39%	116,012	118,922	-2%
Operating expenses	(27,236)	(23,881)	14%	(96,368)	(105,305)	-8%
Other operating income	329	196	68%	2,001	869	130%
Profit from operations	7,637	1,205	534%	21,645	14,486	49%
Finance costs	-	-	0%	(4)	-	100%
Profit before tax	7,637	1,205	534%	21,641	14,486	49%
Income tax expense	(2,405)	158	-1622%	(5,792)	(3,186)	82%
Profit for the period	5,232	1,363	284%	15,849	11,300	40%
Other comprehensive income/(loss)	-	-	0%	-	-	0%
Total comprehensive income attributable to owners of the Company	5,232	1,363	284%	15,849	11,300	40%
Earnings per share:						
Basic / Diluted (sen)	2.13	0.55	288%	6.46	4.60	40%

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 31 MARCH 2021**

	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	-	-	-	15,849	15,849
Dividend to owners of the Company	-	-	-	(10,061)	(10,061)
At 31 March 2021	87,837	3	-	93,892	181,732
At 1 April 2019	87,837	3	1,841	84,533	174,214
Total comprehensive income for the period	-	-	-	11,300	11,300
Dividend to owners of the Company	-	-	-	(9,570)	(9,570)
Employee share options expired	-	-	(1,841)	1,841	
At 30 March 2020	87,837	3	-	88,104	175,944

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



OKA CORPORATION BHD (519941-H)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021**

	31/03/2021 RM'000	31/03/2020 RM'000
Cash flow from operating activities		
Net profit before tax	21,641	14,486
Adjustments for non-cash flows items	3,538	2,554
Operating profit before changes in working capital	25,179	17,040
Net change in current assets	(7,127)	3,251
Net change in current liabilities	3,536	(683)
Cash generated from operations	21,588	19,608
Income tax paid	(5,698)	(6,511)
Overdue interest received	88	51
Net cash from operating activities	15,978	13,148
Cash flow from investing activities		
Acquisition of property, plant and equipment	(5,350)	(3,151)
Short-term deposits interest received	903	1,524
Proceeds from disposal of property, plant and equipment	25	79
Payment of lease liabilities	(1,018)	-
Net cash used in investing activities	(5,440)	(1,548)
Cash flow from financing activities		
Dividend paid to owners of the Company	(10,061)	(9,080)
Interest paid	(4)	-
Net cash used in financing activities	(10,065)	(9,080)
Net changes in cash and cash equivalents	473	2,520
Cash and cash equivalents at beginning of year	52,046	49,526
Cash and cash equivalents at end of period	(i) 52,519	52,046
(i) Cash and cash equivalents comprise the following:		
Fixed deposits placed with a licensed bank	19	19
Short-term funds placed with financial institutions	47,634	49,871
Cash and bank balances	4,885	2,175
	52,538	52,065
Less: Pledged deposits	(19)	(19)
	52,519	52,046

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

Dividends paid :

	Sen per share	Amount (RM)	Date of Payment
<u>Financial year ended 31 March 2020</u>			
- An interim single-tier dividend	2.0	4,907,907.00	30-Apr-20
<u>Financial year ended 31 March 2021</u>			
- An interim single-tier dividend	2.1	5,153,300.11	06-May-21
		<u>10,061,207.11</u>	

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 31 March 2021:-

	RM'000
Trade balance outstanding	5,386
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 31/03/2021	Quarter 31/03/2020		To-Date 31/03/2021	Period 31/03/2020	
Revenue	34.5	24.9	9.6 38%	116.0	118.9	(2.9) -2%
Profit Before Tax	7.6	1.2	6.4 534%	21.6	14.5	7.1 49%

(a) Current Quarter vs Preceding Year Corresponding Quarter

The Group recorded higher revenue of RM34.5 million for the quarter under review as compared to RM24.9 million in the corresponding quarter of the preceding year. The Group's profit before tax increased by RM6.4 million from RM1.2 million in the corresponding quarter of the preceding year to RM7.6 million in the current quarter. The increase of the Group's profit before tax was mainly due to higher volume products sold by 27,000mt during the current quarter of 111,000mt as compared to the preceding year quarter of 84,000mt.

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

The Group registered lower revenue of RM116.0 million for the current period to-date as compared to RM118.9 million in the preceding year. The Group's profit before tax has increased by RM7.1 million from RM14.5 million in the preceding year to RM21.6 million in the current year. The increase in profit before tax was contributed by lower operating expenses incurred offset by lower volume products sold by 32,000mt during the current year which is 374,000mt as compared to the preceding year of 406,000mt.

14. VARIATION OF RESULTS AGAINST IMMEDIATE PRECEDING QUARTER

RM'million	Current Quarter 31/03/2021	Immediate Preceding Quarter 31/12/2020	Changes (Amount / %)
Revenue	34.5	33.8	0.7 2%
Profit Before Tax	7.6	5.6	2.0 37%

The Group registered higher revenue of RM34.5 million for the current quarter as compared to RM33.8 million in the immediate preceding quarter. Profit before tax increased by RM2.0 million from RM5.6 million in the immediate preceding quarter to RM7.6 million in the current quarter. The increase of the Group's profit before tax was mainly due to higher volume products sold by 4,000mt during the current quarter at 111,000mt as compared to the immediate preceding quarter of 107,000mt coupled with lower operating expenses incurred.

15. CURRENT YEAR PROSPECTS

The COVID-19 pandemic will undeniably have an adverse impact to the global 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 financial year ending 2022.

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 2022 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
Income tax expense:		
- Current period	1,897	5,261
- Underprovision for prior year	698	695
	2,595	5,956
Deferred tax:		
- Current period	(187)	(161)
- Overprovision for prior year	(3)	(3)
	(190)	(164)
	<u>2,405</u>	<u>5,792</u>

The Group's effective tax rates are higher than the Malaysia statutory tax rate mainly due to certain expenses not deductible for tax purposes.

**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

The Board of Directors proposed a final single-tier dividend of 2.4 sen (2020 : 2.0 sen) per each ordinary share for the financial year ended 31 March 2021 subject to shareholders' approval at the forthcoming annual general meeting.

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	Current
Profit attributable to owners of the Company (RM'000)	5,232	15,849
Weighted average number of ordinary shares ('000)	245,395	245,395
Earnings per share (sen)	2.13	6.46

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	1,483	4,489
Depreciation of right-of-use assets	108	138
Government grants	-	(1,024)
Gain on foreign exchange (net)	(2)	(2)
Impairment loss on trade receivables	(3,977)	(3,475)
Interest expense	-	4
Interest income	(239)	(991)
Rental expense	204	735
Rental income	(63)	(245)
Reversal of impairment loss on receivables	(151)	(462)

** The Group received government grants as wage subsidies to retain local employees during the approved period of economic uncertainty brought about by the Coronavirus (COVID-19) outbreak.

25. TRADE AND OTHER RECEIVABLES

	As at 31/03/21 RM'000
Trade receivables (non-related parties)	43,650
Less : allowance for impairment loss	(9,797)
	33,853
Other receivables	493
	34,346

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	27,804
Past due :	
1 - 30 days	7,282
31 - 120 days	1,409
Above 120 days	7,155
	15,846
	43,650
Allowance for impairment loss	(9,797)
	33,853

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 18 June 2021.