

**OKA CORPORATION BHD (519941-H)****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021**

	Unaudited 30/09/2021 RM'000	Audited 31/03/2021 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	71,221	71,491
Right-of-use assets	285	1,338
Investment property	2,915	2,602
Other investments	12	12
Deferred tax assets	1,635	1,654
	76,068	77,097
Current assets		
Inventories	46,000	41,218
Receivables, deposits and prepayments	22,786	34,346
Current tax assets	6,306	5,825
Cash and cash equivalents	55,815	52,538
	130,907	133,927
TOTAL ASSETS	206,975	211,024
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	87,837	87,837
Fair value reserve	3	3
Retained profits	101,348	93,891
TOTAL EQUITY	189,188	181,731
LIABILITIES		
Current Liabilities		
Trade and other payables	16,383	28,208
Contract liabilities	1,404	1,085
	17,787	29,293
TOTAL LIABILITIES	17,787	29,293
TOTAL EQUITY AND LIABILITIES	206,975	211,024
Net assets per share (RM)	0.77	0.72

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Statements for the year ended 31 March 2021



OKA CORPORATION BHD (519941-H)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021**

(The figures have not been audited)

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT PERIOD QUARTER 30/09/2021 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2020 RM'000	Changes %	CURRENT YEAR TO-DATE 30/09/2021 RM'000	PRECEDING YEAR TO-DATE 30/09/2020 RM'000	Changes %
Revenue	23,925	34,109	-30%	47,102	47,679	-1%
Operating expenses	(19,263)	(26,923)	-28%	(38,506)	(40,473)	-5%
Other operating income	584	743	-21%	851	1,205	-29%
Profit from operations	5,246	7,929	-34%	9,447	8,411	12%
Finance costs	(5)	-	100%	(5)	-	100%
Profit before tax	5,241	7,929	-34%	9,442	8,411	12%
Income tax expense	(1,132)	(1,833)	-38%	(1,985)	(1,864)	6%
Profit for the period	4,109	6,096	-33%	7,457	6,547	14%
Other comprehensive income/(loss)	-	-	0%	-	-	0%
Total comprehensive income attributable to owners of the Company	4,109	6,096	-33%	7,457	6,547	14%
Earnings per share:						
Basic (sen)	1.67	2.48	-33%	3.04	2.67	14%

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 2021



OKA CORPORATION BHD (519941-H)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021**

	Share Capital RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	Total Equity RM'000
At 1 April 2021	87,837	3	93,891	181,731
Total comprehensive income for the period	-	-	7,457	7,457
Dividend to owners of the Company	-	-	-	-
At 30 Sept 2021	87,837	3	101,348	189,188
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	-	-	-	-
At 30 Sept 2020	87,837	3	94,651	182,491

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021



OKA CORPORATION BHD (519941-H)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021**

	30/09/2021 RM'000	30/09/2020 RM'000
Cash flow from operating activities		
Net profit before tax	9,442	8,411
Adjustments for non-cash flows items	1,457	1,402
Operating profit before changes in working capital	10,899	9,813
Net change in current assets	6,778	(6,519)
Net change in current liabilities	(11,506)	(3,288)
Cash generated from operations	6,171	6
Income tax paid	(2,446)	(2,890)
Overdue interest received	-	25
Net cash from/(used in) operating activities	3,725	(2,859)
Cash flow from investing activities		
Acquisition of property, plant and equipment	(565)	(4,371)
Acquisition of investment properties	(341)	-
Short-term deposits interest received	416	523
Net cash used in investing activities	(490)	(3,848)
Cash flow from financing activities		
Proceeds from disposal of property, plant and equipment	42	25
Net cash from financing activities	42	25
Net changes in cash and cash equivalents	3,277	(6,682)
Cash and cash equivalents at beginning of year	52,519	52,046
Cash and cash equivalents at end of period	(i) 55,796	45,364
(i) Cash and cash equivalents comprise the following:		
Fixed deposits placed with a licensed bank	19	19
Short-term funds placed with financial institutions	52,629	43,675
Cash and bank balances	3,167	1,689
	55,815	45,383
Less: Pledged deposits	(19)	(19)
	55,796	45,364

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021

**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 2021.

The significant accounting policies adopted are consistent with those of the audited financial statements of the Group for the financial year ended 31 March 2021, except the adoption of the following amendments to MFRSs mandatory for annual financial periods beginning on or after 1 April 2021.

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 2021 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 RM82,550,000 (31 March 2021: 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 Sept 2021:-

	RM'000
Trade balance outstanding	2,629
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

	Individual Period		Changes (Amount / %)	Cumulative Period		Changes (Amount / %)
	Current Year	Preceding Year Corresponding		Current Year	Preceding Year Corresponding	
	Quarter 30/09/2021	Quarter 30/09/2020		To-Date 30/09/2021	Period 30/09/2020	
(RM'million)						
Revenue	23.9	34.1	(10.2) -30%	47.1	47.7	(0.6) -1%
Profit Before Tax	5.2	7.9	(2.7) -34%	9.4	8.4	1.0 12%

(a) Current Quarter vs Preceding Year Corresponding Quarter

The Group recorded lower revenue of RM23.9 million for the quarter under review as compared to RM34.1 million in the corresponding quarter of the preceding year. The Group's profit before tax decreased by RM2.7 million from RM7.9 million in the corresponding quarter of the preceding year to RM5.2 million in the current quarter. The decrease of the Group's profit before tax was mainly due to lower volume products sold by 35,000mt during the current quarter of 76,000mt as compared to the preceding year quarter of 111,000mt. The lower revenue was affected by various stages of the Movement Control Order ("MCO") and National Recovery Plan ("NRP") throughout the period.

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

The Group registered slightly lower revenue of RM47.1 million for the current period to-date as compared to RM47.7 million in the preceding year. The Group's profit before tax has increased by RM0.9 million from RM8.4 million in the preceding year to RM9.4 million in the current year. The increase in profit before tax was contributed by lower operating expenses incurred.

14. VARIATION OF RESULTS AGAINST IMMEDIATE PRECEDING QUARTER

	Current Quarter	Immediate Preceding Quarter	Changes (Amount / %)	
RM'million	30/09/2021	30/06/2021		
Revenue	23.9	23.2	0.7	3%
Profit Before Tax	5.2	4.2	1.0	25%

The Group registered slightly higher revenue of RM23.9 million for the current quarter as compared to RM23.2 million in the immediate preceding quarter. Profit before tax increased by RM1.0 million from RM4.2 million in the immediate preceding quarter to RM5.2 million in the current quarter. The increase of the Group's profit before tax was mainly due to higher high profit margin products sold.

15. CURRENT YEAR PROSPECTS

The local and global economic climate remains challenging due to the uncertainties caused by COVID -19 pandemic. Admitst the gradual re-opening of the economic sectors following the National Recovery Plan, there are still many uncertainties that are expected to impact all businesses throughout the end of financial year ending 2022.

Barring any unforeseen circumstances, the Board of Directors remains cautiously optimistic on an improved business performance of the Group for the remaining quarters.

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	1,122	1,966
Deferred tax:		
- Current period	10	19
	<u>1,132</u>	<u>1,985</u>

The Group's effective tax rates are 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
Profit attributable to owners of the Company (RM'000)	4,109	7,457
Weighted average number of ordinary shares ('000)	245,395	245,395
Earnings per share (sen)	1.67	3.04

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	1,160	2,239
Depreciation of right-of-use assets	-	72
Government grants	(271)	(271)
Gain on foreign exchange (net)	(8)	(8)
Impairment loss on trade receivables	500	500
Interest expense	5	5
Interest income	(213)	(416)
Rental expense	121	307
Rental income	(63)	(127)
Reversal of impairment loss on receivables	(37)	(236)

** 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 30/09/21 RM'000
Trade receivables (non-related parties)	32,396
Less : allowance for impairment loss	(10,060)
	22,336
Other receivables	450
	22,786

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	11,854
Past due :	
1 - 30 days	5,250
31 - 120 days	7,762
Above 120 days	7,530
	20,542
	32,396
Allowance for impairment loss	(10,060)
	22,336

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 29 November 2021.