

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2023**

	Unaudited 31/03/2023 RM'000	Audited 31/03/2022 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	91,237	74,946
Right-of-use assets	69	1,180
Investment property	2,040	1,860
Other investments	12	12
Deferred tax assets	1,474	1,595
	94,832	79,593
Current assets		
Inventories	47,619	49,895
Receivables, deposits and prepayments	30,134	34,602
Current tax assets	9,152	6,467
Cash and cash equivalents	36,151	48,572
	123,056	139,536
TOTAL ASSETS	217,888	219,129
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	87,837	87,837
Reserves	97,656	97,693
TOTAL EQUITY	185,493	185,530
LIABILITIES		
Current Liabilities		
Payables & accruals	30,699	32,457
Contract liabilities	1,696	1,142
	32,395	33,599
TOTAL LIABILITIES	32,395	33,599
TOTAL EQUITY AND LIABILITIES	217,888	219,129
Net assets per share (RM)	0.76	0.76

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Statements for the year ended 31 March 2022



OKA CORPORATION BHD 200001017334 (519941-H)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**

(The figures have not been audited)

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT PERIOD	PRECEDING YEAR CORRESPONDING	Changes %	CURRENT YEAR	PRECEDING YEAR	Changes %
	QUARTER 31/03/2023 RM'000	QUARTER 31/03/2022 RM'000		TO-DATE 31/03/2023 RM'000	TO-DATE 31/03/2022 RM'000	
Revenue	29,316	33,818	-13%	135,624	113,724	19%
Operating expenses	(34,789)	(29,189)	19%	(125,054)	(96,915)	29%
Other operating income	742	162	358%	1,383	1,653	-16%
(Loss)/Profit from operations	(4,731)	4,791	-199%	11,953	18,462	-35%
Finance costs	-	-	0%	(5)	(5)	0%
Interest income	487	206	136%	1,277	879	45%
(Loss)/Profit before tax	(4,244)	4,997	-185%	13,225	19,336	-32%
Income tax expense	1,519	(1,034)	-247%	(2,219)	(4,249)	-48%
(Loss)/Profit for the period representing total comprehensive income for the year	(2,725)	3,963	-169%	11,006	15,087	-27%
Earnings per share:						
Basic (sen)	(1.11)	1.61	-169%	4.49	6.15	-27%

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 2022



OKA CORPORATION BHD 200001017334 (519941-H)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
AS AT 31 MARCH 2023**

	Share Capital	Fair Value Reserve	Retained Profits	Total Equity
	RM'000	RM'000	RM'000	RM'000
At 1 April 2022	87,837	3	97,690	185,530
Total comprehensive income for the period	-	-	11,006	11,006
Dividend to owners of the Company	-	-	(11,043)	(11,043)
At 31 March 2023	87,837	3	97,653	185,493
At 1 April 2021	87,837	3	93,891	181,731
Total comprehensive income for the period	-	-	15,087	15,087
Dividend to owners of the Company	-	-	(11,288)	(11,288)
At 31 March 2022	87,837	3	97,690	185,530

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2022



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
AS AT 31 MARCH 2023**

	31/03/2023 RM'000	31/03/2022 RM'000
Cash flow from operating activities		
Net profit before tax	13,225	19,336
Adjustments for non-cash flows items	1,982	2,370
Operating profit before changes in working capital	<u>15,207</u>	<u>21,706</u>
Net change in current assets	6,744	(8,877)
Net change in current liabilities	(1,204)	4,003
Cash generated from operations	<u>20,747</u>	<u>16,832</u>
Income tax paid	(4,783)	(4,831)
Overdue interest received	343	15
Net cash generated from operating activities	<u>16,307</u>	<u>12,016</u>
Cash flow from investing activities		
Acquisition of property, plant and equipment	(18,553)	(6,897)
Acquisition of investment properties	(208)	(608)
Proceeds from disposal of property, plant and equipment	145	263
Proceeds from disposal of investment property	-	1,439
Short-term deposits interest received	936	864
Net cash used in from investing activities	(17,680)	(4,939)
Cash flow from financing activities		
Dividend paid to owners of the Company	(11,043)	(11,043)
Interest paid	(5)	-
Net cash used in financing activities	(11,048)	(11,043)
Net changes in cash and cash equivalents	<u>(12,421)</u>	<u>(3,966)</u>
Cash and cash equivalents at beginning of year	48,553	52,519
Cash and cash equivalents at end of period	<u>(i) 36,132</u>	<u>48,553</u>
(i) Cash and cash equivalents comprise the following:		
Fixed deposits placed with a licensed bank	19	19
Short-term funds placed with financial institutions	30,078	42,417
Cash and bank balances	<u>6,054</u>	<u>6,136</u>
	36,151	48,572
Less: Pledged deposits	<u>(19)</u>	<u>(19)</u>
	<u>36,132</u>	<u>48,553</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2022

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

This interim financial report has 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 report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2022.

The significant accounting policies adopted are consistent with those of the audited financial statements of the Group for the financial year ended 31 March 2022, except the adoption of the following amendments to MFRSs mandatory for annual periods beginning on or after 1 April 2022.

MFRS17:	Insurance Contracts
Amendments to MFRS 17:	Insurance Contracts - Comparative information
Amendments to MFRS 101:	Presentation of Financial Statements
Amendments to MFRS 108:	Definition of Accounting Estimates
Amendments to MFRS 112:	Income Taxes

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 2022 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

	Sen per share	Amount (RM)	Date of Payment
<u>Financial year ended 31 March 2022</u>			
- An interim single-tier dividend	2.2	5,398,697.35	05-May-22
- A final single-tier dividend	2.3	5,644,090.97	02-Dec-22
		<u>11,042,788.32</u>	
<u>Financial year ended 31 March 2023</u>			
- An interim single-tier dividend	2.2	5,398,697.35	19-May-23
		<u>5,398,697.35</u>	

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. CONTINGENT ASSETS AND LIABILITIES

The contingent liabilities represent corporate guarantees totalling RM85,550,000 (31 March 2022: RM83,550,000) 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 2023:-

	RM'000
Trade balance outstanding	9,502
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 31/03/2023	Quarter 31/03/2022		To-Date 31/03/2023	To-Date 31/03/2022	
Revenue	29.3	33.8	(4.5) -13%	135.6	113.7	21.9 19%
(Loss)/Profit Before Tax	(4.2)	5.0	(9.2) -184%	13.2	19.3	(6.1) -32%

(a) Current Quarter vs Preceding Year Corresponding Quarter

The Group recorded lower revenue of RM29.3 million for the current quarter under review as compared to RM33.8 million in the corresponding quarter of the preceding year. The Group recorded loss before tax, RM4.2 million as compared to the corresponding quarter of the preceding year, RM5.0 million. The Group's loss before tax was mainly due to lower volume products sold by 15,000mt during this current quarter of 87,000mt as compared to the preceding year quarter of 102,000mt, coupled with increase in material prices, and higher operational cost such as labor and new foreign worker recruitment.

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

The Group registered higher revenue of RM135.6 million for the current period to-date as compared to RM113.7 million in the preceding year. The Group recorded lower profit before tax of RM13.2 million as compared to profit before tax of RM19.3 million in the preceding year. The decrease in profit before tax was mainly due by increase in material prices, and higher operational cost such as labor and new foreign worker recruitment.

14. VARIATION OF RESULTS AGAINST IMMEDIATE PRECEDING QUARTER

	Current Quarter	Immediate Preceding Quarter	Changes (Amount / %)
RM'million	31/03/2023	31/12/2022	
Revenue	29.3	30.3	(1.0) -3%
(Loss)/Profit Before Tax	(4.2)	1.4	(5.6) -400%

The Group registered lower revenue of RM29.3 million for the current quarter as compared to RM30.3 million in the immediate preceding quarter. The Group recorded loss before tax, RM4.2 million as compared to the immediate preceding quarter of RM1.4 million. The loss before tax of the Group was mainly due to increase in material prices, and higher operational cost such as labor and new foreign worker recruitment.

15. CURRENT YEAR PROSPECTS

The construction activities have started recovering post-pandemic and the market demand is gradually increasing. However, the geopolitical tension caused by the Russia-Ukraine war, the rising global inflation risk, the higher energy and raw material prices, and interest rate hikes will have adverse effects on both the global and domestic economies.

Barring any unforeseen circumstances, the Group is taking prudent measures to monitor and manage the higher input and operating costs and holds a cautiously optimistic view on the prospect of 2023.

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	(1,614)	2,098
Deferred tax:		
- Current period	95	121
	<u>(1,519)</u>	<u>2,219</u>

The Group's effective tax rates are slightly lower than the Malaysia statutory tax rate mainly due to non-taxable 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

The Board of Directors proposed a final single-tier dividend of 1.1 sen (2022 : 2.3 sen) per each ordinary share for the financial year ended 31 March 2023 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 Quarter	Current Year
(Loss)/Profit attributable to owners of the Company (RM'000)	(2,725)	11,006
Weighted average number of ordinary shares ('000)	245,395	245,395
Earnings per share (sen)	(1.11)	4.49

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	769	3,252
Depreciation of right-of-use assets	36	144
Gain on foreign exchange	(2)	(50)
Gain on disposal of property, plant and equipment	(73)	(145)
Interest expense	-	5
Interest income	(486)	(1,277)
Rental expense	177	708
Rental income	(1)	(7)
Reversal of impairment loss on receivables	(34)	(53)

25. TRADE AND OTHER RECEIVABLES

	As at 31/03/23 RM'000
Trade receivables (non-related parties)	36,643
Less : allowance for impairment loss	(6,956)
	29,687
Other receivables	447
	30,134

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	10,084
Past due :	
1 - 30 days	7,682
31 - 120 days	13,612
Above 120 days	5,265
	26,559
	36,643
Allowance for impairment loss	(6,956)
	29,687

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 May 2023.