

**Condensed consolidated interim financial statements**  
**For the third quarter period ended 31 December 2021**

**Condensed consolidated statements of comprehensive income**

	Note	Current quarter 3 months ended		Cumulative quarter 9 months ended	
		31 December 2021 (Unaudited) RM'000	31 December 2020 (Unaudited) RM'000	31 December 2021 (Unaudited) RM'000	31 December 2020 (Unaudited) RM'000
Revenue	7	672,503	713,341	1,741,373	1,838,197
Cost of sales		(580,311)	(630,921)	(1,496,537)	(1,636,534)
<b>Gross profit</b>		<u>92,192</u>	<u>82,420</u>	<u>244,836</u>	<u>201,663</u>
Other operating income		824	3,125	3,528	6,334
Operating expenses		(32,763)	(28,531)	(93,768)	(81,449)
<b>Operating profit</b>		<u>60,253</u>	<u>57,014</u>	<u>154,596</u>	<u>126,548</u>
Interest expense		(36)	(13)	(118)	(163)
Interest income		462	461	1,625	2,079
<b>Profit before tax</b>	9	<u>60,679</u>	<u>57,462</u>	<u>156,103</u>	<u>128,464</u>
Income tax expense	10	(14,616)	(13,933)	(37,465)	(30,831)
<b>Profit for the period</b>		<u>46,063</u>	<u>43,529</u>	<u>118,638</u>	<u>97,633</u>
Other comprehensive income		-	-	-	-
<b>Total comprehensive income for the period, net of tax</b>		<u>46,063</u>	<u>43,529</u>	<u>118,638</u>	<u>97,633</u>
<b>Total comprehensive income for the period, net of tax attributable to:</b>					
Owners of the Company		46,063	43,529	118,638	97,633
Non-controlling interests		-	-	-	-
		<u>46,063</u>	<u>43,529</u>	<u>118,638</u>	<u>97,633</u>

**Earnings per share attributable to equity holders of the Company (sen per share) :**

-Basic/Diluted	11	2.95	2.79 *	7.59	6.25
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\* For comparative purpose, the earnings per share for quarter and period to date ended 31 December 2020 has been adjusted to reflect the bonus issue of 1 for every 4 existing ordinary share which was completed on 23 April 2021.

**Note :**

The Group does not have any potential dilutive ordinary shares as the market price of the share was lower than exercise price of warrant. As a result, these warrants are anti-dilutive in nature and have not been considered in the computation of diluted earnings per share.

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.)

**Condensed consolidated interim financial statements**  
**For the third quarter period ended 31 December 2021**

**Condensed consolidated statements of financial position**

	Note	31 December 2021 Unaudited RM'000	31 March 2021 Audited RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	12	281,815	267,265
Right of use assets		29,347	31,756
Investment properties		3,798	3,871
Other investments	15	139	139
Other non-current asset		74	74
Deferred tax assets		892	892
		<u>316,065</u>	<u>303,997</u>
<b>Current assets</b>			
Inventories	13	206,751	221,498
Trade and other receivables		633,370	338,250
Contract assets		5,193	1,773
Prepayments		5,961	10,414
Other investments	15,17	75,495	116,221
Cash and bank balances	14	51,407	56,613
		<u>978,177</u>	<u>744,769</u>
<b>TOTAL ASSETS</b>		<u><u>1,294,242</u></u>	<u><u>1,048,766</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the Company</b>			
Share capital		296,126	296,126
Merger deficit		(95,002)	(95,002)
Treasury share	16	(208)	(208)
Other reserve		(1,388)	(1,388)
Retained earnings		560,228	508,303
<b>Total equity</b>		<u>759,756</u>	<u>707,831</u>
<b>Non-current liabilities</b>			
Lease liabilities		247	2,169
Deferred tax liabilities		14,239	13,973
		<u>14,486</u>	<u>16,142</u>
<b>Current liabilities</b>			
Trade and other payables		506,717	312,607
Contract liabilities		865	6,342
Tax payable		10,343	3,806
Lease liabilities		2,075	2,038
		<u>520,000</u>	<u>324,793</u>
<b>Total liabilities</b>		<u>534,486</u>	<u>340,935</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>1,294,242</u></u>	<u><u>1,048,766</u></u>
Net assets per share (RM)		<u>0.49</u>	<u>0.45</u> *

\* For comparative purpose, the net assets per share attributed to ordinary equity holders of the parent as at 31 December 2020 had been adjusted to reflect the bonus issue of 1 for every 4 existing ordinary share which was completed on 23 April 2021.

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.)

**Condensed consolidated interim financial statements**  
**For the third quarter period ended 31 December 2021**

**Condensed consolidated statements of changes in equity**

	ATTRIBUTABLE TO OWNERS OF THE PARENT					EQUITY, TOTAL RM'000
	NON DISTRIBUTABLE			DISTRIBUTABLE		
	SHARE CAPITAL RM'000	MERGER DEFICIT RM'000	TREASUREY SHARES RM'000	OTHER RESERVES RM'000	RETAINED EARNINGS RM'000	
<b>Opening balance at 1 April 2020</b>	296,126	(95,002)	(208)	(1,388)	411,682	611,210
Profit for the financial period	-	-	-	-	97,633	97,633
<b>Transactions with owners</b>						
Dividend on ordinary shares	-	-	-	-	(36,622)	(36,622)
<b>Closing balance at 31 December 2020</b>	<b>296,126</b>	<b>(95,002)</b>	<b>(208)</b>	<b>(1,388)</b>	<b>472,693</b>	<b>672,221</b>
<b>Opening balance at 1 April 2021</b>	296,126	(95,002)	(208)	(1,388)	508,303	707,831
Profit for the financial period	-	-	-	-	118,638	118,638
<b>Transactions with owners</b>						
Dividends	-	-	-	-	(66,713)	(66,713)
<b>Closing balance at 31 December 2021</b>	<b>296,126</b>	<b>(95,002)</b>	<b>(208)</b>	<b>(1,388)</b>	<b>560,228</b>	<b>759,756</b>

(The Condensed Consolidated Statements of Changes In Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.)

**Condensed consolidated interim financial statements  
For the third quarter period ended 31 December 2021**
**Condensed consolidated statements of cash flows**

	Note	9 months ended	
		31 December 2021 (Unaudited) RM'000	31 December 2020 (Unaudited) RM'000
<b>Operating activities</b>			
Profit before taxation		156,103	128,464
Adjustments for:			
Depreciation and amortisation		29,516	25,985
Gain on disposal of other investments		(96)	(129)
Gain on disposal of property, plant and equipment	12	(975)	(168)
Loss on unrealised foreign exchange		282	98
Interest expense		118	163
Interest income		(1,625)	(2,079)
Property, plant and equipment written off		-	48
Operating profit before working capital changes		<u>183,323</u>	<u>152,382</u>
Decrease in inventories		14,747	15,776
Increase in receivables		(298,542)	(219,302)
Decrease/(increase) in prepayments		4,453	(12,352)
Increase in payables		<u>188,337</u>	<u>132,685</u>
Cash flows generated from operations		92,318	69,189
Interest paid		(118)	(163)
Taxes paid		<u>(30,662)</u>	<u>(18,617)</u>
Net cash flows generated from operating activities		<u>61,538</u>	<u>50,409</u>
<b>Investing activities</b>			
Purchase of property, plant and equipment	12	(42,701)	(30,496)
Proceeds from disposal of property, plant and equipment		1,825	290
Proceeds from disposal of other investments		-	17,380
Withdrawal of other investments		40,822	-
Interest received		<u>1,625</u>	<u>2,079</u>
Net cash flows generated from/(used in) investing activities		<u>1,838</u>	<u>(10,747)</u>
<b>Financing activities</b>			
Repayment of finance lease liabilities		-	(75)
Payment of principal portion of lease liabilities		(1,885)	(1,432)
Dividends paid	18	<u>(66,713)</u>	<u>(36,622)</u>
Net cash flows used in financing activities		<u>(68,598)</u>	<u>(38,129)</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>		(5,222)	1,533
Effects of foreign exchange rate changes		16	(29)
Cash and cash equivalents at beginning of year		<u>56,613</u>	<u>55,339</u>
<b>Cash and cash equivalents at end of period</b>		<u>51,407</u>	<u>56,843</u>

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.)

## **SKP RESOURCES BHD.**

Company No. : 200001021690 (524297-T)

### **Explanatory notes pursuant to MFRS 134 For the third quarter period ended 31 December 2021**

#### **1. Corporate information**

SKP Resources Berhad is a public limited liability company which incorporated and domiciled in Malaysia, and is listed on Main Market of Bursa Malaysia Securities Berhad.

These condensed consolidated interim financial statements were approved by the Board of Directors on 25 February 2022.

#### **2. Basis of preparation**

These condensed consolidated interim financial statements, for the period ended 31 December 2021, have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with International Accounting Standards ("IAS") 34: Interim Financial Reporting issued by the IAS Board.

The consolidated financial statements of the Group for the year ended 31 March 2021 which were prepared under MFRS are available upon request from the Company registered office at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur.

The interim financial statements should be read in conjunction with the Group's annual audited financial statements for the year ended 31 March 2021.

The explanatory notes attached to these condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the year ended 31 March 2021.

#### **3. Changes in accounting policies**

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the financial year ended 31 March 2021.

#### **4. Change in estimates**

There were no significant changes in estimates that have had a material effect in the current interim results.

#### **5. Changes in composition of the Group**

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

**SKP RESOURCES BHD.**

Company No. : 200001021690 (524297-T)

**Explanatory notes pursuant to MFRS 134  
For the third quarter period ended 31 December 2021****6. Segment information**

The Group is an Electronics Manufacturing Services ("EMS") provider which principally involved in manufacturing of plastic products and fabrication of moulds which are predominantly carried out in Malaysia. Segment information is not presented as other segments such as the manufacturing of moulds segment is insignificant to the Group.

**7. Revenue**

	<b>Current quarter 3 months ended</b>		<b>Cumulative quarters 9 months ended</b>	
	<b>31 December 2021</b>	31 December 2020	<b>31 December 2021</b>	31 December 2020
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
Rental Income	44	47	123	105
Moulding and modification works	13,669	10,123	33,084	25,072
Sales of goods	658,790	703,171	1,708,166	1,813,020
Total revenue, representing revenue recognised at point of time	<u>672,503</u>	<u>713,341</u>	<u>1,741,373</u>	<u>1,838,197</u>

**8. Seasonality of operations**

The business operations of the Group are not significantly affected by any seasonal factors.

**9. Profit before tax**

Included in the profit before tax are the following items :

	<b>Current quarter 3 months ended</b>		<b>Cumulative quarters 9 months ended</b>	
	<b>31 December 2021</b>	31 December 2020	<b>31 December 2021</b>	31 December 2020
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
Interest income	(462)	(461)	(1,625)	(2,079)
Interest expense	36	13	118	163
Depreciation and amortisation	11,362	8,804	29,516	25,985
Property, plant and equipment written off	-	48	-	48
Gain on disposal of property, plant and equipment	(124)	(63)	(975)	(168)
Loss/(gain) on foreign exchange - realised	31	(2,133)	293	(3,387)
Loss on foreign exchange - unrealised	313	16	282	98

**10. Income tax expense**

	<b>Current quarter 3 months ended</b>		<b>Cumulative quarters 9 months ended</b>	
	<b>31 December 2021</b>	31 December 2020	<b>31 December 2021</b>	31 December 2020
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
Current income tax				
- Malaysia income tax	14,468	13,733	37,199	30,481
Deferred tax				
- Origination and reversal of temporary difference	148	200	266	350
Income tax expense recognised in profit or loss	<u>14,616</u>	<u>13,933</u>	<u>37,465</u>	<u>30,831</u>

The effective tax rate of the Group for the current quarter and financial period to date is slightly lower than the statutory income tax due to acquisition of new property, plant and equipments.

## SKP RESOURCES BHD.

Company No. : 200001021690 (524297-T)

### Explanatory notes pursuant to MFRS 134 For the third quarter period ended 31 December 2021

#### 11. Earnings Per Share

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period, excluding treasury shares held by the Company.

Diluted earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period, plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

The following tables reflect the profit and share data used in the computation of basic and diluted earnings per share for the financial period :

##### (a) Basic Earnings Per Share

	Current quarter 3 months ended		Cumulative quarters 9 months ended	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Profit net of tax attributable to equity holders of the Company used in the computation of earnings per share (RM'000)	46,063	43,529	118,638	97,633
Weighted average number of ordinary shares in issue ('000)	1,562,360	1,562,360	1,562,360	1,562,360
Basic earnings per share (sen)	2.95	2.79 *	7.59	6.25 *

\* For comparative purpose, the earnings per share for quarter and period to date ended 31 December 2021 has been adjusted to reflect the bonus issue of 1 for every 4 existing ordinary share which was completed on 23 April 2021.

##### (b) Diluted Earnings Per Shares

The Group does not have any potential dilutive ordinary shares as the market price of the share was lower than the exercise price. These warrants have not been considered in the computation of diluted earnings per share as these warrants are anti-dilutive in nature.

#### 12. Property, plant and equipment

During the nine months period ended 31 December 2021, the Group acquired assets at a cost of approximately RM42.7 million (31 December 2020: RM30.5 million).

Assets with a carrying amount of RM850,000 (31 December 2020: RM122,000) were disposed off by the Group during the nine months period ended 31 December 2021, resulting in a gain on disposal of RM975,000 (31 December 2020: RM168,000), recognised as other income in the statement of comprehensive income.

#### 13. Inventories

There was no write-down of inventories to net realisable value for the current quarter (31 March 2021 : RM469,000).

**Explanatory notes pursuant to MFRS 134  
For the third quarter period ended 31 December 2021**

**14. Cash and cash equivalents**

Cash and cash equivalents comprised of the following amounts:

	<b>31 December 2021 RM'000</b>	<b>31 March 2021 RM'000</b>
Cash at banks and on hand	<u>51,407</u>	<u>56,613</u>

**15. Fair value hierarchy**

The Group classifies fair value measurement using the fair value hierarchy that reflects the significance of the inputs used in the making the measurements. The fair value hierarchy has the following levels:

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities;

Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and

Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

As at the reporting date, the Group held the following assets that are measured or information is disclosed at fair value:

	Total RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000
<b>At 31 March 2021</b>				
<b>Assets measured at fair value:</b>				
Investment in cash management funds	<u>116,193</u>	-	<u>116,193</u>	-
<b>Assets for which fair value information are disclosed:</b>				
Investment properties	<u>11,020</u>	-	<u>9,420</u>	<u>1,600</u>
<b>At 31 December 2021</b>				
<b>Assets measured at fair value:</b>				
Investment in cash management funds	<u>75,495</u>	-	<u>75,495</u>	-
<b>Assets for which fair value information are disclosed:</b>				
Investment properties	<u>11,020</u>	-	<u>9,420</u>	<u>1,600</u>

No transfers between any levels of the fair value hierarchy took place during the current interim period and the comparative period. There were also no changes in the purpose of any financial asset that subsequently resulted in a different classification of that asset.

**16. Treasury shares**

At the Annual General Meeting ("AGM") held on 29 September 2021, the Proposed Share Buy-Back Authority to purchase and/or hold its own shares up to ten per centum (10%) of the total number of issued shares of the Company ("Proposed Share Buy-Back Authority") was approved by the shareholders, with effective from 29 September 2021 until the conclusion of the 22nd AGM of the Company to be convened in Year 2022.

As at 31 December 2021, the Company repurchased a total of 375,000 (inclusive bonus issue) of its issued ordinary shares from the open market for a total consideration of RM208,000. All these repurchased shares are being held as Treasury Shares in accordance with Section 127 of the Companies Act 2016 and no Treasury Shares have been cancelled or resold to date. The repurchase of these shares were financed by internally generated funds.



## SKP RESOURCES BHD.

Company No. : 200001021690 (524297-T)

### Explanatory notes pursuant to MFRS 134 For the third quarter period ended 31 December 2021

#### 17. Other investments

Investment in cash management funds are placed with licensed investment banks and asset management companies in Malaysia which are highly liquid and not readily convertible to known amounts of cash.

#### 18. Dividends

No interim dividend has been declared for the financial period ended 31 December 2021 (31 December 2020: RM Nil).

On 25 August 2021, the directors have approved a final single-tier dividend in respect of the financial year ended 31 March 2021 amounting to a dividend payable of approximately RM66,713,000 (4.27 sen per ordinary share for 1,562,360,337 shares which excluded 375,000 treasury shares). The dividend has been paid out on 29 October 2021.

The Company will endeavour to maintain the dividend policy of minimum 50% payout subject to amongst others, factors such as the availability of distributable reserves as well as the Company's future cash flow or capital expenditure requirements, investment opportunities, regulatory and statutory restrictions and market conditions.

#### 19. Commitment

Authorised capital expenditures not provided for in the financial statement are as follows:

	<b>31 December 2021 RM'000</b>	31 March 2021 RM'000
Capital expenditure		
<b>Approved and contracted for:</b>		
Property, plant and equipment	79,068	25,763
<b>Approved and not contracted for:</b>		
Property, plant and equipment	1,000	1,068

#### 20. Contingencies

There were neither contingent asset recognised nor any changes in the contingent liabilities for the Group for the current financial period to date.

**SKP RESOURCES BHD.**

Company No. 200001021690 (524297-T)

**Explanatory notes pursuant to Bursa Malaysia Listing Requirement: Chapter 9, Appendix 9B, Part A  
For the nine month period ended 31 December 2021****21. Significant related party transactions**

There were no significant recurrent related party transactions.

**22. Events after the reporting period**

There was no material events that have arisen subsequent to the financial period ended 31 December 2021 till the date of this report.

**23. Performance review**

	Current quarter		Variance (%)	Cumulative quarter		Variance (%)
	3 months ended			9 months ended		
	31 December 2021 RM'000	31 December 2020 RM'000		31 December 2021 RM'000	31 December 2020 RM'000	
Revenue	672,503	713,341	-5.7%	1,741,373	1,838,197	-5.3%
Operating profit	60,253	57,014	5.7%	154,596	126,548	22.2%
Profit before tax	60,679	57,462	5.6%	156,103	128,464	21.5%
Profit after tax, representing profit attributable to equity holders of the Company	46,063	43,529	5.8%	118,638	97,633	21.5%

During the current quarter under observation, the Group operated with maximum capacity of headcount. For the current financial period to date, the Group recorded a revenue of RM1.7 billion (preceding financial period to date: RM1.8 billion) with profit before tax of RM156.1 million (preceding financial period to date RM128.5 million).

Despite marginally lower revenue by 5.3% recorded mainly due to product mix/assortment, profit before tax was higher than preceding financial period to date as the Group was able to reap benefit arising from economies of scale and increased efficiency in manufacturing process achieved over time.

**SKP RESOURCES BHD.**

Company No. 200001021690 (524297-T)

**Explanatory notes pursuant to Bursa Malaysia Listing Requirement: Chapter 9, Appendix 9B, Part A  
For the nine month period ended 31 December 2021****24. Comment on material change in profit before tax**

	<b>Current Quarter 31 December 2021 RM'000</b>	<b>Preceding Quarter 30 September 2021 RM'000</b>	<b>Variance (%)</b>
Revenue	672,503	553,736	21.4%
Operating profit	60,253	51,926	16.0%
Profit before tax	60,679	52,752	15.0%
Profit after tax, representing profit attributable to equity holders of the Company	46,063	40,119	14.8%

For the current quarter ended 31 December 2021, the Group recorded a revenue of RM672.5 million (preceding quarter ended 30 September 2021: RM553.7 million) and profit before tax of RM60.7 million (preceding quarter ended 30 September 2021: RM52.8 million).

The Group achieved another milestone by registering record profit before tax and improved revenue in current quarter ended 31 December 2021 as compared to preceding quarter ended 30 September 2021 mainly due to improvement in operational efficiencies and cost controls observed over time.

During the current quarter under observation, the Group operated with maximum capacity of headcount. Whereas, The Group operated with 60% headcount restriction for two months from July 2021 till August 2021 in preceding quarter.

**25. Commentary on prospects**

With the outbreak of Covid-19 pandemic which still remains as a threat to overall economic climate, the Group continues to focus on implementing preventative measures and strict compliance with Standard Operating Procedures in our operations to safeguard the health and safety of employees which remains to be top priority of the Group at all time.

Other than keeping our employee safe at workplace, the Group is mindful of other operational challenges such as disruption to supply chain and manpower challenges.

The Group has taken relevant actions to minimise the impact of the Covid-19 pandemic to its operations and will continue to pay close attention to developments and evaluate their impact on the financial position, operating results and cash flows of the

The Group is strategically well positioned in the electronics manufacturing service ("EMS") industry and continue to pursue opportunities to grow its market share from existing customers. Notwithstanding the current market conditions, the Group continues to receive enquiries from both existing and potential new customer for new projects.

The encouraging trend towards demands for electrical & electronic products is expected to sustain in the near future. With this, the Group's existing capacity is projected to be utilised in near future. As at 31 December 2021, the Group have incurred an approximate RM14.2 million in regards of newly acquired land at Negeri Johor having land size of approximately 6.4 acres. The construction of the new factory building has commenced from January 2022 onwards and is expected to be completed by end of Year 2022.

In addition, the Group in the midst of completing the acquisition of separate piece of industrial land at Negeri Johor with a size area of approximately 7.9 acres via purchase consideration of approximately RM19.9 million.

We will continue to expand our Printed Circuit Board Assembly ("PCBA"), injection moulding and engineering capabilities to take advantage of a widened product assortment.

Prospects remain good and barring unforeseen circumstances, the Board expects to achieve profit growth for the financial year ending 31 March 2022.

**SKP RESOURCES BHD.**

Company No. 200001021690 (524297-T)

**Explanatory notes pursuant to Bursa Malaysia Listing Requirement: Chapter 9, Appendix 9B, Part A  
For the nine month period ended 31 December 2021**

**26. Profit forecast or profit guarantee**

Not applicable as no profit forecast or profit guarantee announced as at the date of this quarterly report.

**27. Corporate proposals**

There were no other corporate proposal announced and not completed as at the date of this report.

**28. Changes in material litigation**

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

**29. Dividend payable**

Please refer to Note 18 for further details.

**30. Disclosure of nature of outstanding derivatives**

There is no outstanding derivative as at reporting period.

**31. Rationale for entering into derivatives**

The Group did not enter into any derivatives during the period ended 31 December 2021 or the previous financial year ended 31 March 2021.

**32. Risks and policies of derivatives**

The Group did not enter into any derivatives during the period ended 31 December 2021 or the previous financial year ended 31 March 2021.

**33. Disclosure of gains / losses arising from fair value changes of financial liabilities**

The Group did not have any financial liabilities measured at fair value through profit or loss as at 31 December 2021 and 31 March 2021.

**34. Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the year ended 31 March 2021 was not qualified.