

UNAUDITED 1ST QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Individual Quarter (1st quarter)		Changes (%)	Cumulative Quarter		Changes (%)
	Current quarter ended	Corresponding quarter ended		Current period-to-date ended	Corresponding period-to-date ended	
	31.03.2021 (RM'000)	31.03.2020 (RM'000)		31.03.2021 (RM'000) (UNAUDITED)	31.03.2020 (RM'000) (UNAUDITED)	
1 Revenue	268,673	211,836	26.8%	268,673	211,836	26.8%
2 Cost of sales	(226,674)	(169,281)	33.9%	(226,674)	(169,281)	33.9%
3 Gross profit	41,999	42,555	-1.3%	41,999	42,555	-1.3%
4 Other income	5,327	3,440	54.9%	5,327	3,440	54.9%
5 Administrative expenses	(7,226)	(9,248)	-21.9%	(7,226)	(9,248)	-21.9%
5A Other operating expenses	(3,664)	(3,116)	17.6%	(3,664)	(3,116)	17.6%
6 Profit from operations	36,436	33,631	8.3%	36,436	33,631	8.3%
7 Finance cost	(211)	(284)	-25.7%	(211)	(284)	-25.7%
8 Profit before tax	36,225	33,347	8.6%	36,225	33,347	8.6%
9 Taxation	(9,846)	(11,012)	-10.6%	(9,846)	(11,012)	-10.6%
10 Profit after tax ("PAT") for the period	26,379	22,335	18.1%	26,379	22,335	18.1%
Attributable to :						
Owners of the Company	26,387	22,327	18.2%	26,387	22,327	18.2%
Non-controlling Interests ("NCI")	(8)	8	-200.0%	(8)	8	-200.0%
	26,379	22,335	18.1%	26,379	22,335	18.1%
11 Profit per share attributable to owners of the Company:						
(i) Basic earnings per ordinary share ("EPS")(sen)*	2.13	1.81		2.13	1.81	
(ii) Diluted earnings per ordinary share (sen)*	1.88	1.59		1.88	1.59	

* Basic earnings per share for the quarter and cumulative financial period is calculated based on the profit attributable to owners of the Company divided by the weighted average number of ordinary shares in issue for the quarter and financial period respectively. Diluted earnings per share for the current financial period is calculated by dividing the profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period adjusted for the effects of dilutive potential ordinary shares. Please refer to Note B11 for further details.

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020 and the accompanying explanatory notes attached to the Interim Financial Report)

UNAUDITED 1ST QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.03.2021 (RM'000)	Corresponding quarter ended 31.03.2020 (RM'000)	Current period-to-date ended 31.03.2021 (RM'000) (UNAUDITED)	Corresponding period-to-date ended 31.03.2020 (RM'000) (UNAUDITED)
1 PAT for the period	26,379	22,335	26,379	22,335
2 Other Comprehensive Income/(Expense):				
- Foreign currency translation differences	227	(41)	227	(41)
3 Total comprehensive income for the period	<u>26,606</u>	<u>22,294</u>	<u>26,606</u>	<u>22,294</u>
Attributable to :				
Owners of the Company	26,614	22,286	26,614	22,286
Non-controlling Interests ("NCI")	(8)	8	(8)	8
	<u>26,606</u>	<u>22,294</u>	<u>26,606</u>	<u>22,294</u>

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020 and the accompanying explanatory notes attached to the Interim Financial Report)

**UNAUDITED 1ST QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31
MARCH 2021**

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.03.2021 (RM'000) (UNAUDITED)	As at 31.12.2020 (RM'000) (AUDITED)
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	117,718	122,736
Right-of-use Assets	918	1,026
Investment Properties	1,683	1,689
Other Investments	2,363	13,727
Intangible Assets	356,162	356,169
Trade and Other Receivables	215,044	200,492
	693,888	695,839
Current Assets		
Inventories	176,071	167,195
Trade and Other Receivables	353,763	349,630
Contract Assets	18,989	9,364
Tax Recoverables	191	554
Cash and Bank Balances	291,792	266,731
	840,806	793,474
TOTAL ASSETS	1,534,694	1,489,313
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share Capital	642,658	642,658
Treasury Shares	(5,031)	(4,996)
Reserves	894	667
Retained Profit	498,257	471,870
	1,136,778	1,110,199
Non-controlling Interests	592	111
Total Equity	1,137,370	1,110,310

UNAUDITED 1ST QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)

	As at 31.03.2021 (RM'000) (UNAUDITED)	As at 31.12.2020 (RM'000) (AUDITED)
Non-Current Liabilities		
Deferred Tax Liabilities	8,089	8,414
Trade and Other Payables	128,855	124,540
Lease Liabilities	801	993
	137,745	133,947
Current Liabilities		
Trade and Other Payables	102,732	121,346
Contract Liabilities	27,512	39,403
Lease liabilities	30	30
Income Tax Payable	5,519	3,665
Short Term Borrowing	123,786	80,612
	259,579	245,056
Total Liabilities	397,324	379,003
	TOTAL EQUITY AND LIABILITIES	TOTAL EQUITY AND LIABILITIES
	1,534,694	1,489,313
Net assets per share attributable to owners of the Company (RM)	0.92	0.90
No. of ordinary shares (in thousand)	1,237,372	1,237,402

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020 and the accompanying explanatory notes attached to the Interim Financial Statements)

UNAUDITED 1ST QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Company				Non Controlling Interests RM'000	Total Equity RM'000
	<----- Non-Distributable ----->			Distributable		
	Share Capital RM'000	Other Reserves RM'000	Treasury Shares RM'000	Retained Profits RM'000		
3 MONTHS PERIOD ENDED 31 MARCH 2021						
Balance as at 1 January 2021	642,658	667	(4,996)	471,870	111	1,110,310
Total Comprehensive Income/(Expense) for the period	-	227	-	26,387	(8)	26,606
Accretion of interest in a subsidiary	-	-	-	-	489	489
Shares repurchased	-	-	(35)	-	-	(35)
Balance as at 31 March 2021	642,658	894	(5,031)	498,257	592	1,137,370
3 MONTHS PERIOD ENDED 31 MARCH 2020						
Balance as at 1 January 2020	642,658	686	(10,893)	438,502	2,081	1,073,034
Total Comprehensive Income/(Expense) for the period	-	(41)	-	22,327	8	22,294
Shares repurchased	-	-	(4,638)	-	-	(4,638)
Balance as at 31 March 2020	642,658	645	(15,531)	460,829	2,089	1,090,690

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020 and the accompanying explanatory notes attached to the Interim Financial Statements)

UNAUDITED 1ST QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021

CONSOLIDATED CASHFLOW STATEMENT

	Current period-to-date ended 31.03.2021 (RM'000) (UNAUDITED)	Corresponding period-to-date ended 31.03.2020 (RM'000) (UNAUDITED)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	36,225	33,347
Adjustment for :		
Amortisation and depreciation of property, plant and equipments	9,245	9,359
Non-cash items	(2,176)	2,081
Operating Profit Before Working Capital Changes	43,294	44,787
Changes in working capital :		
Net change in operating assets	(28,087)	7,023
Net change in operating liabilities	(6,650)	(41,210)
Net Cash Generated from Operations	8,557	10,600
Interest received	1,394	1,807
Interest paid	(199)	(259)
Income tax paid	(7,955)	(4,628)
Net Cash Generated from Operating Activities	1,797	7,520
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipments	(14,376)	(265)
Acquisition of quoted shares	-	(185)
Accretion of interest in a subsidiary	489	-
Dividend received	-	37
Proceeds from disposal of quoted shares	14,819	-
Proceeds from disposal of property, plant and equipments	13	-
Net Cash Generated from/(Used in) Investing Activities	945	(413)
CASH FLOW USED IN FINANCING ACTIVITIES		
Lease payment	(262)	(3,700)
Purchase of treasury shares	(35)	(4,638)
Dividend paid during the period	(18,493)	(18,493)
Net Cash Used in Financing Activities	(18,790)	(26,831)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(16,048)	(19,724)
EFFECT OF EXCHANGE RATE CHANGES	(2,065)	144
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	186,119	210,087
CASH AND CASH EQUIVALENTS AT END OF PERIOD	168,006	190,507
CASH AND CASH EQUIVALENTS AT END OF PERIOD CONSIST OF:		
Cash and Bank Balances	274,672	263,685
Fixed Deposits and Quoted Unit Trust	17,120	16,880
Less: Short Term Borrowings	(123,786)	(90,058)
	168,006	190,507

(The Condensed Consolidated Cashflow Statement should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020 and the accompanying explanatory notes attached to the Interim Financial Statements)

NOTES TO THE REPORTS

EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING

A1. Corporate Information

Kerjaya Prospek Group Berhad is a public limited company incorporated and domiciled in Malaysia, and is listed on the Bursa Malaysia Securities Berhad. The registered office is located at No. 802, 8th Floor, Block C, Kelana Square, 17 Jalan SS7/26, 47301 Petaling Jaya, Selangor. The principal place of business is located at No.1, 2nd Floor, Bangunan One Wangsa, Jalan Wangsa Permai, Taman Wangsa Permai, 52200 Kuala Lumpur.

A2. Malaysian Financial Reporting Standards ("MFRS")

A2.1 Basis of Preparations

The interim financial reports of the Group are unaudited and have been prepared in accordance with the requirements of Malaysia Financial Reporting Standard ("MFRS") 134, Interim Financial Reporting issued by the Malaysia Accounting Standard Board ("MASB") and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

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

A2.2 Significant Accounting Policies

The accounting policies and methods of computation adopted by the Group in this quarterly financial report are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 December 2020, except for the adoption of the following new standards, amendments to the standards and interpretations effective during the current financial period:

- Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform - Phase 2

The adoption of the above standards and interpretation did not have any material effect on the financial performance or position of the Group.

The new and revised standards and amendments issued but not yet effective during the current financial period and not early adopted by the Group are as listed below:

- Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018-2020) (effective for accounting periods beginning on or after 1 January 2022)
- Amendments to MFRS 3, Business Combinations - Reference to the Conceptual Framework (effective for accounting periods beginning on or after 1 January 2022)
- Amendments to MFRS 9, Financial Instruments (Annual Improvements to MFRS Standards 2018-2020) (effective for accounting periods beginning on or after 1 January 2022)
- Amendments to MFRS 116: Property, Plant and Equipment - Proceeds before Intended Use (effective for accounting periods beginning on or after 1 January 2022)

A2. Malaysian Financial Reporting Standards ("MFRS") (Cont'd)

A2.2 Significant Accounting Policies (Cont'd)

The new and revised standards and amendments issued but not yet effective during the current financial period and not early adopted by the Group are as listed below: (cont'd)

- Amendments to MFRS 137: Provisions, Contingent Liabilities and Contingent Assets - Onerous Contract-Cost of Fulfilling a Contract (effective for accounting periods beginning on or after 1 January 2022)
- Amendments to MFRS 101: Classification of Liabilities as Current or Non-current (effective for accounting periods beginning on or after 1 January 2023)
- MFRS 17 Insurance Contracts (effective for accounting periods beginning on or after 1 January 2023)
- Amendments to MFRS 101: Presentation of Financial Statements - Disclosure of Accounting policies (effective for accounting periods beginning on or after 1 January 2023)
- Amendments to MFRS 108: Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates (effective for accounting periods beginning on or after 1 January 2023)
- Amendments to MFRS 10: Consolidated Financial Statements and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (deferred)

The Group is expected to apply the abovementioned pronouncements beginning from the perspective dates the pronouncements become effective. The initial application of the abovementioned pronouncements are not expected to have any material impact to financial statements of the Group.

A3. Audit Report

The audited financial statements of the Group for the preceding financial year ended 31 December 2020 were not subject to any qualification.

A4. Seasonal or Cyclical Factors

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

A5. Unusual Items

There were no unusual items in the current quarter under review that affecting the assets, liabilities, equity, net income or cashflows of the Group.

A6. Changes in Estimates

There were no significant changes in estimates that have a material effect to the current quarter under review.

A7. Debt and Equity Securities

During the current quarter, the Company repurchased 30,000 units of its issued ordinary shares from the open market at price of RM1.17 per share. Total consideration paid was RM35,184 including transaction costs and this was financed by internal generated funds. The shares repurchased are being held as treasury shares in accordance with the requirement of section 127 of the Companies Act 2016. As at 31 March 2021, 4,596,766 units ordinary shares have been repurchased for RM5.0 million including transaction costs.

Other than the above, there were no issuance, cancellations, resale and repayment of debt and equity securities for the Group during the current quarter and financial period under review.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021

A8. Dividends Paid

On 26 November 2020, the Board of Directors has approved an interim dividend of 1.5 sen per ordinary share in respect of the financial year ended 31 December 2020. The approved interim dividend represents approximately 20.45% of profit after tax for financial year ended 31 December 2020. The total amount of RM18.56 million was paid on 6 January 2021.

A9. Segmental Information

FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021

	Construction	Manufacturing	Property Development	Investment	Others	Elimination	Total
	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)
External Revenue	266,859	848	966	-	-	-	268,673
Inter Group Revenue	17,321	319	-	-	-	(17,640)	-
	284,180	1,167	966	-	-	(17,640)	268,673

RESULTS

Segmental Results	24,473	(80)	402	3,477	70	(1,955)	26,387
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OTHER INFORMATION

Segmental Assets	992,401	52,168	134,268	701,276	9,176	(354,595)	1,534,694
Segmental Liabilities	499,850	21,949	113,875	17,996	37,965	(294,311)	397,324

FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020

	Construction	Manufacturing	Property Development	Investment	Others	Elimination	Total
	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)
External Revenue	211,825	11	-	-	-	-	211,836
Inter Group Revenue	5,279	1,019	-	-	-	(6,298)	-
	217,104	1,030	-	-	-	(6,298)	211,836

RESULTS

Segmental Results	21,489	(9)	35	1,491	172	(851)	22,327
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OTHER INFORMATION

Segmental Assets	900,860	86,402	130,879	721,046	46	(382,805)	1,456,428
Segmental Liabilities	466,319	78,285	116,584	32,213	4,666	(332,329)	365,738

As the business of the Group is engaged entirely in Malaysia, no reporting by geographical location of operation is presented.

A9. Segmental Information (Cont'd)

For management purposes, the Group is organised into business units based on their products and services, and has four (4) reportable operating segments as follows:-

- (i) Construction - Main building construction works, provision of contract workmanship and other related services.
- (ii) Manufacturing - Manufacture, assemble, installation and sale of light fittings, furniture, kitchen cabinetry and related products.
- (iii) Property Development - Development of residential and/or commercial properties.
- (iv) Investment - Investment holding companies.
- (v) Others - Other dormant companies.

Segment performance for the financial period ended 31 March 2021 as compared to corresponding preceding period ended 31 March 2020

(i) Construction

The construction segment has achieved a total revenue of RM284.20 million in the current financial period representing an increase of approximately 30.9% as compared to its corresponding preceding financial period of RM217.10 million. Segmental profit was recorded at RM24.50 million on current financial period compared to corresponding preceding financial period of RM21.50 million. The increased in revenue and segmental profit was mainly due to construction segment has fully resumed its works as compared to corresponding preceding financial period which was affected by the MCO implemented by Malaysia Government on 18 March 2020 in response to the Covid-19 pandemic. The construction segment is expected to continue to be the main contributor to the Group's overall turnover and profitability moving forward.

(ii) Manufacturing

The revenue on manufacturing segment has increased to RM1.17 million in the current financial period as compared to its corresponding preceding financial period of RM1.03 million. This segment has reported a segmental loss of RM0.08 million as compared to RM9 thousand reported in the corresponding preceding period. The manufacturing segment complements the Group's construction business.

(iii) Property Development

The property development division contribute a total revenue of RM0.97 million in the current financial period as compared to its corresponding financial period. This segment has reported a segmental profit of RM0.40 million as compared to a profit of RM0.04 million reported in the corresponding preceding period.

(iv) Investment

The Investment division shows a segmental profit of RM3.48 million in the current financial period as compared to its corresponding financial period of RM1.50 million. The increased of RM1.98 million as compared to corresponding preceding financial period mainly due to gain on disposal of foreign quoted shares which amounted to RM1.16 million.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021

A10. Profit Before Tax

	Individual Quarter 31.03.2021 (RM'000)	Cumulative Quarter 31.03.2021 (RM'000)
Interest income	(1,394)	(1,394)
Fair value gain arising from financial assets and liabilities	(1,046)	(1,046)
Fair value loss arising from investment in quoted shares	2,421	2,421
Allowance for ECL (MFRS 9)	1,142	1,142
Amortisation and depreciation of property, plant and equipment	9,245	9,245
Interest expenses	199	199

A11. Subsequent Events

There were no material events subsequent to the balance sheet date up to the date of this report to be disclosed in the financial statements for the current financial period.

A12. Changes in Composition of the Group

There was no change in the composition of the Group for the current quarter and financial period under review.

A13. Changes in Contingent Liabilities and Contingent Assets

(a) Contingent Liabilities

	31.03.2021 (RM'000)
Corporate guarantee given to banks for facilities granted to subsidiaries	335,989
Corporate guarantee given to third parties for the benefit of the Group's subsidiaries	171,458
	<u>507,447</u>

(b) Contingent Assets

As at the date of this report, there were no contingent assets.

A14. Capital Commitments

As at the date of this report, the Group has no material capital commitments.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Performance

For the current financial quarter under review, the Group posted a revenue of RM268.67 million as compared to its corresponding preceding year financial quarter of RM211.84 million. The Profit After Tax in the current quarter of RM26.38 million, representing an increase of RM4.04 million from its corresponding preceding year financial quarter of RM22.34 million.

Overall, the increase in revenue was mainly due to the Group has fully resumed its construction projects as compared to corresponding preceding financial period which was affected by the MCO implemented by Malaysia Government on 18 March 2020 in response to the Covid-19 pandemic. On property development segment, the Vista Residence project at Genting Permai was completed in year 2019 and there are no projects under development for financial quarter under review. Therefore, the property development segment has minimum contribution to the Group's results.

For the financial quarter under review, the increase in profit for investment segment was mainly due to gain on disposal of foreign quoted shares which amounted to RM1.16 million.

B2. Change in Results of Current Quarter Compared to Preceding Quarter

	Current Quarter ended 31.03.2021 (RM'000)	Immediate Preceding Quarter ended 31.12.2020 (RM'000)	Changes (%)
Revenue	268,673	248,854	8.0%
Operating Profit	36,436	38,427	-5.2%
Profit Before Tax	36,225	38,229	-5.2%
Profit After Tax	26,379	27,996	-5.8%
Profit Attributable to Owners of the Company	26,387	27,983	-5.7%

For the current quarter, the Group recorded a revenue and profit after tax of RM268.67 million and RM26.38 million respectively as compared to RM248.85 million and RM28.00 million respectively in its immediate preceding quarter. The increase in revenue for current quarter was mainly due to the Group has fully resumed its construction projects as compared to immediate preceding quarter where work stoppage occurred at two construction sites due to the covid-19 infection amongst the workers.

B3. Current Year Prospects

In 2021, the economy growth of both global and domestic will continues to be uncertain. The Group will continue to monitor and implement appropriate business strategies in a timely manner to address the risk this pandemic may have on the Group's operations and financial performance. Nevertheless, the Group is supported by an outstanding order book of RM3.4 billion for construction contracts as at 31 March 2021.

Moving forward, the Group aims to focus on the construction segment to be the main revenue driver of the Group.

Notwithstanding the Group's objective to expand its core business in construction, it will still maintain the manufacturing segment to complement its core business.

On the property development segment, the Group is planning to launch two new development projects in the second half of 2021.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021

B4. Profit Forecast

There were no profit forecast prepared or profit guarantee made by the Group.

B5. Taxation

	Individual Quarter 31.03.2021 (RM'000)	Cumulative Quarter 31.03.2021 (RM'000)
Malaysia income tax		
- current year	9,169	9,169
- under provided in prior year	1,003	1,003
	<u>10,172</u>	<u>10,172</u>
Deferred tax		
- current year	(326)	(326)
	<u>9,846</u>	<u>9,846</u>

Effective tax rates for the current quarter ended 31 March 2021 is higher than statutory tax rate of 24% mainly due to inclusion of certain non-deductible expenses in the income statement.

B6 Group Borrowings and Debt Securities

Details of the group borrowings as at 31 March 2021 were as follows:

	31.03.2021 (RM'000)
<u>Short term borrowings - Unsecured</u>	
(i) Cashline facilities (denominated in RM)	<u>123,786</u>

B7. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021

B8. Changes in Material Litigation

There was no material litigation against the Group as at the reporting date save and except for the Group has made announcements on 11 September 2020 and most recent on 21 September 2020 as follows:

- (a) On 11 September 2020, the Group announced that its wholly owned subsidiary, Kerjaya Prospek (M) Sdn. Bhd. ("KPM"), had received a letter dated 10 September 2020 from Messrs. Wong & Partners, the solicitors acting for Pembinaan Yeng Tong Sdn. Bhd. ("Plaintiff"), accompanied by Writ of Summons dated 7 September 2020 and Statement of Claim dated 7 September 2020 issued by the Kuala Lumpur High Court demanding inter-alia, payment of works done, expenses and loss and damages totalling RM35,861,133.95.
- (b) On 21 September 2020, the court has directed the Company to enter appearance on or before 24 September and further Case Management was held on 29 September 2020.

Parties have fully complied with all the subsequent Court's directions since the case management held on 29 September 2020. On 5 May 2021, the Court has given its direction to proceed with full Trial as parties were unable to agree to arbitrate this matter pursuant to section 24A of the Arbitration Act 2005. The Trial dates are 22-26 November 2021, 29-30 November 2021 and 1-3 December 2021.

B9. Dividend

Total dividend for the financial year ending 31 December 2021 and financial year ended 31 December 2020 are summarised as follow:

	Net Per Share	Net Per Share
	FY2021	FY2020
<u>Interim Dividend</u>		
Single-tier dividend (Sen)	***	1.5 *
<u>Final Dividend</u>		
Single-tier dividend (Sen)	***	1.5**

* The Board of Directors has approved an interim dividend of 1.5 sen per ordinary share in respect of the financial year ended 31 December 2020. The approved interim dividend payable represents approximately 20.5% of profit after tax for financial year ended 31 December 2020.

The total amount of RM18.56 million was paid on 6 January 2021.

** On 19 April 2021, the Board of Directors proposed a single-tier final dividend of 1.5 sen per ordinary share in respect of the financial year ended 31 December 2020. It is to be tabled at the forthcoming AGM on 27 May 2021 for approval.

The entitlement date and payment date will be on 21 June 2021 and 7 July 2021 respectively.

**** Not applicable for the current quarter under review.

B10. Derivatives and Fair Value Changes of Financial Liabilities

- (a) There were no derivatives as at the current quarter under review.
- (b) The net fair value changes arising from discounting future retention sum receivables and retention sum payables to present value for the current quarter under review has been accounted accordingly. The net fair value loss for the financial period amounted to approximately RM1.38 million.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2021

B11. Earnings Per Share

	Individual Quarter Ended		Cumulative Quarter Ended	
	31.03.2021	31.03.2020	31.03.2021	31.03.2020
Earnings				
Profit attributable to owners of the Company (RM'000)	26,387	22,327	26,387	22,327
a) Basic Earnings per share				
Weighted average number of ordinary shares ('000)	1,237,397	1,231,399	1,237,401	1,232,510
Basic Earnings per share attributable to equity holders of the Company (Sen)	2.13	1.81	2.13	1.81

b) Diluted Earnings per share

For the purpose of calculating diluted earnings per share, the profit attributable to the equity holders of the Company and the weighted average number of ordinary shares issued during the year have been adjusted for the dilutive effects of all potential ordinary shares, i.e. exercise of warrants

	Individual Quarter Ended		Cumulative Quarter Ended	
	31.03.2021	31.03.2020	31.03.2021	31.03.2020
Profit attributable to owners of the Company (RM'000)	26,387	22,327	26,387	22,327
Weighted average number of ordinary shares ('000)	1,237,397	1,231,399	1,237,401	1,232,510
Effect of dilution of warrants ('000)	169,359	169,359	169,359	169,359
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	1,406,756	1,400,758	1,406,760	1,401,869
Diluted Earnings per share attributable to equity holders of the Company (Sen)	1.88	1.59	1.88	1.59