



**Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 200101017024 (552781-X))**

**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022**

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Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 200101017024 (552781-X))

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME

FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022

	3 months ended		9 months ended	
	30/09/2022 RM'000	30/09/2021 RM'000	30/09/2022 RM'000	30/09/2021 RM'000
Revenue	93,053	71,412	251,694	207,975
Cost of sales	(54,835)	(46,024)	(145,393)	(127,929)
<b>Gross profit</b>	<b>38,218</b>	<b>25,388</b>	<b>106,301</b>	<b>80,046</b>
Other income	4,010	2,791	6,972	6,183
Selling & Distribution expenses	(18,538)	(15,727)	(52,997)	(50,140)
Administrative expenses	(6,449)	(5,847)	(18,121)	(18,153)
Other expenses	(1,388)	(279)	(1,568)	(480)
<b>Results from operating activities</b>	<b>15,853</b>	<b>6,326</b>	<b>40,587</b>	<b>17,456</b>
Finance income	371	211	967	582
Finance cost	(378)	(510)	(1,253)	(1,676)
Share of result of associate	(32)	(12)	(42)	(8)
<b>Profit before tax</b>	<b>15,814</b>	<b>6,015</b>	<b>40,259</b>	<b>16,354</b>
Income tax expense	(4,393)	(1,737)	(10,975)	(4,781)
<b>Profit for the period</b>	<b>11,421</b>	<b>4,278</b>	<b>29,284</b>	<b>11,573</b>
<b>Other comprehensive income, net of tax</b>				
<b>Items that may be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operations	(800)	(839)	(1,087)	(1,057)
<b>Total other comprehensive income / (expenses) for the period</b>	<b>(800)</b>	<b>(839)</b>	<b>(1,087)</b>	<b>(1,057)</b>
<b>Total comprehensive income for the period</b>	<b>10,621</b>	<b>3,439</b>	<b>28,197</b>	<b>10,516</b>



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 200101017024 (552781-X))  
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME (CONTINUED)

FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022

	3 months ended		9 months ended	
	30/09/2022 RM'000	30/09/2021 RM'000	30/09/2022 RM'000	30/09/2021 RM'000
<b>Attributable to:</b>				
Owners of the Company	11,076	4,260	28,666	11,512
Non-controlling interests	345	18	618	61
<b>Profit for the period</b>	<b>11,421</b>	<b>4,278</b>	<b>29,284</b>	<b>11,573</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	10,308	3,457	27,606	10,492
Non-controlling interests	313	(18)	591	24
<b>Total comprehensive income for the period</b>	<b>10,621</b>	<b>3,439</b>	<b>28,197</b>	<b>10,516</b>
Earnings per share (EPS) attributable to owners of the Company (sen):				
<b>Basic EPS</b>	<b>7.85</b>	<b>3.05</b>	<b>20.34</b>	<b>8.24</b>
<b>Diluted EPS</b>	<b>7.85</b>	<b>3.04</b>	<b>20.32</b>	<b>8.23</b>

Included in the profit for the period are:

	3 months ended		9 months ended	
	30/09/2022 RM'000	30/09/2021 RM'000	30/09/2022 RM'000	30/09/2021 RM'000
interest income	(371)	(211)	(967)	(582)
other income including investment income	(19)	(20)	(58)	(59)
interest expenses	378	510	1,253	1,676
depreciation and amortisation	3,851	4,012	11,531	11,951
provision for and (write back) / write off of receivables	(86)	(8)	291	(47)
writedown and (write back) / write off of inventories	374	(358)	828	(339)
foreign exchange loss or (gain)	(2,685)	(2,375)	(6,306)	(4,915)

The above consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2021.



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 200101017024 (552781-X))  
(Incorporated in Malaysia)  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
AS AT 30 SEPTEMBER 2022

	As at 30/09/2022 RM'000 <i>Unaudited</i>	As at 31/12/2021 RM'000 <i>Audited</i>
<b>ASSETS</b>		
Property, plant and equipment	132,263	135,934
Intangible assets	4,847	4,908
Investment in associates	242	1,395
Deferred tax assets	128	124
<b>Non-current Assets</b>	<u>137,480</u>	<u>142,361</u>
Inventories	112,928	108,518
Trade receivables	72,798	58,394
Other receivables	20,353	14,835
Amount due from affiliated companies	500	183
Amount due from an associate	234	108
Current tax assets	372	2,951
Cash & cash equivalents	124,008	120,401
<b>Current Assets</b>	<u>331,193</u>	<u>305,390</u>
<b>TOTAL ASSETS</b>	<u><b>468,673</b></u>	<u><b>447,751</b></u>
<b>EQUITY AND LIABILITIES</b>		
Share capital	152,207	151,963
Other reserves	2,239	3,337
Retained earnings	208,587	191,202
<b>Equity Attributable to Owners of the Company</b>	<u>363,033</u>	<u>346,502</u>
Non-controlling interests	5,912	5,361
<b>Total Equity</b>	<u>368,945</u>	<u>351,863</u>
Deferred taxation	11,835	10,563
Loans and borrowings	14,985	22,607
Post-employment benefits	626	604
Lease liabilities	1,347	1,428
<b>Non-current Liabilities</b>	<u>28,793</u>	<u>35,202</u>
Trade payables	23,074	15,229
Other payables	22,335	17,094
Refund liability	1,795	1,543
Amount due to affiliated companies	6,328	2,445
Loans and borrowings	10,754	21,031
Current tax liabilities	4,256	453
Lease liabilities	2,393	2,891
<b>Current Liabilities</b>	<u>70,935</u>	<u>60,686</u>
<b>Total Liabilities</b>	<u><b>99,728</b></u>	<u><b>95,888</b></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>468,673</b></u>	<u><b>447,751</b></u>
<b>Net assets per share attributable to owners of the Company (RM)</b>	<b>2.57</b>	<b>2.46</b>

*The above consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2021.*



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 200101017024 (552781-X))  
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022

RM'000	← Attributable to owners of the Company →				Total	Non-controlling interest	Total equity
	Share capital	Exchange fluctuation reserve	Share option reserve	Retained earnings			
<b>At 1 January 2021</b>	<b>151,641</b>	<b>926</b>	<b>2,798</b>	<b>187,230</b>	<b>342,595</b>	<b>5,596</b>	<b>348,191</b>
Foreign currency translation differences for foreign operations	-	(1,020)	-	-	(1,020)	(37)	(1,057)
Total other comprehensive income for the period	-	(1,020)	-	-	(1,020)	(37)	(1,057)
Profit for the period	-	-	-	11,512	11,512	61	11,573
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>(1,020)</b>	<b>-</b>	<b>11,512</b>	<b>10,492</b>	<b>24</b>	<b>10,516</b>
Dividends to owners of the Company	-	-	-	(11,272)	(11,272)	-	(11,272)
Dividends to non-controlling interest	-	-	-	-	-	(120)	(120)
Issuance of ordinary shares pursuant to ESOS	261	-	-	-	261	-	261
<b>Total transactions with owners of the Company</b>	<b>261</b>	<b>-</b>	<b>-</b>	<b>(11,272)</b>	<b>(11,011)</b>	<b>(120)</b>	<b>(11,131)</b>
Transfer to share capital for share options exercised	61	-	(61)	-	-	-	-
<b>At 30 September 2021</b>	<b>151,963</b>	<b>(94)</b>	<b>2,737</b>	<b>187,470</b>	<b>342,076</b>	<b>5,500</b>	<b>347,576</b>
<b>At 1 January 2022</b>	<b>151,963</b>	<b>662</b>	<b>2,675</b>	<b>191,202</b>	<b>346,502</b>	<b>5,361</b>	<b>351,863</b>
Foreign currency translation differences for foreign operations	-	(1,060)	-	-	(1,060)	(27)	(1,087)
Total other comprehensive income for the period	-	(1,060)	-	-	(1,060)	(27)	(1,087)
Profit for the period	-	-	-	28,666	28,666	618	29,284
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>(1,060)</b>	<b>-</b>	<b>28,666</b>	<b>27,606</b>	<b>591</b>	<b>28,197</b>
Dividends to owners of the Company	-	-	-	(11,281)	(11,281)	-	(11,281)
Dividend to non-controlling interest	-	-	-	-	-	(40)	(40)
Issuance of ordinary shares pursuant to ESOS	206	-	-	-	206	-	206
<b>Total transactions with owners of the Company</b>	<b>206</b>	<b>-</b>	<b>-</b>	<b>(11,281)</b>	<b>(11,075)</b>	<b>(40)</b>	<b>(11,115)</b>
Transfer to share capital for share options exercised	38	-	(38)	-	-	-	-
<b>At 30 September 2022</b>	<b>152,207</b>	<b>(398)</b>	<b>2,637</b>	<b>208,587</b>	<b>363,033</b>	<b>5,912</b>	<b>368,945</b>

The above consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2021.



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 200101017024 (552781-X))  
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022

	9 months ended	
	30/09/2022	30/09/2021
	RM '000	RM '000
<b>Cash flows from operating activities</b>		
Profit before tax	40,259	16,354
Other adjustments	8,583	8,791
<b>Operating profit before changes in working capital</b>	48,842	25,145
Net change in current assets	(23,408)	13,266
Net change in current liabilities	15,726	7,235
<b>Cash generated from operations</b>	41,160	45,646
Tax paid	(3,348)	(6,326)
<b>Net cash generated from operating activities</b>	37,812	39,320
<b>Cash flows from investing activities</b>		
Interest received	967	581
Proceeds from disposal of property, plant and equipment	191	10
Purchase of property, plant and equipment	(2,449)	(3,545)
Purchase of intangible assets	(6)	-
<b>Net cash used in investing activities</b>	(1,297)	(2,954)
<b>Cash flows from financing activities</b>		
Interest paid	(1,119)	(1,676)
Dividends paid	(11,281)	(11,272)
Dividend to non-controlling interest	(40)	(120)
Proceeds from issuance of ordinary shares-ESOS, net of expenses	244	294
Drawdown of term loans / revolving credit	-	10,265
Repayment of term loans / hire purchase creditors	(19,557)	(20,738)
Payment of lease liabilities	(2,755)	(2,667)
<b>Net cash (used in) / from financing activities</b>	(34,508)	(25,914)
Net increase in cash and cash equivalents	2,007	10,452
Effect on foreign exchange rate changes	1,600	701
Cash and cash equivalents at 1 January	120,401	86,889
<b>Cash and cash equivalents at 30 September</b>	124,008	98,042
	<b>30/09/2022</b>	<b>30/09/2021</b>
	<b>RM '000</b>	<b>RM '000</b>
<b>Composition of cash and cash equivalents</b>		
Cash and bank balances	53,976	42,571
Fixed deposits with licensed banks	70,032	55,471
	124,008	98,042



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**NOTES TO THE INTERIM FINANCIAL REPORT - 30 SEPTEMBER 2022**

**A1 Basis of Preparation**

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134 and IAS 34 "Interim Financial Reporting" and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2021. The explanatory notes attached to the condensed report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2021.

**A2 Changes in Accounting Policies**

The accounting policies and method of computation adopted for the condensed interim financial statements are consistent with those adopted for the annual audited financial statements for the year ended 31 December 2021

Standards, Amendments and Annual Improvements to Standards that are applicable and effective to the Group beginning on 1 January 2022 are as follows:

- Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018–2020)\*
- Amendments to MFRS 3, Business Combinations – Reference to the Conceptual Framework
- Amendments to MFRS 9, Financial Instruments (Annual Improvements to MFRS Standards 2018–2020)
- Amendments to Illustrative Examples accompanying MFRS 16, Leases (Annual Improvements to MFRS Standards 2018–2020)
- Amendments to MFRS 116, Property, Plant and Equipment – Proceeds before Intended Use
- Amendments to MFRS 137, Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract
- Amendments to MFRS 141, Agriculture (Annual Improvements to MFRS Standards 2018–2020)\*

Standards, Amendments and Annual Improvements to Standards that are applicable and effective to the Group beginning on 1 January 2023 are as follows:

- MFRS 17, Insurance Contracts
- Amendments to MFRS 17, Insurance Contracts – Initial application of MFRS 17 and MFRS 9 – Comparative Information
- Amendments to MFRS 101, Presentation of Financial Statements – Classification of Liabilities as Current or Non-current and Disclosures of Accounting Policies
- Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates
- Amendments to MFRS 112, Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Standards, Amendments and Annual Improvements to Standards that are applicable and effective to the Group beginning on or after a date yet to be confirmed are as follows:

- Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The Group plans to apply the abovementioned accounting standards, interpretations and amendments:

- from the annual period beginning on 1 January 2022 for those amendments that are effective for annual periods beginning on or after 1 January 2022, except for amendments marked as ["\*"] which are not applicable to the Group.
- from the annual period beginning on 1 January 2023 for the accounting standard and amendments that are effective for annual periods beginning on or after 1 January 2023, except for MFRS 17 and amendments to MFRS 17 which are not applicable to the Group.

The initial application of the amendments to standards does not have any material financial impact to the current period and prior period financial statements of the Group.

**A3 Auditors' Report on Preceding Annual Financial Statements**

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

**A4 Seasonal or Cyclical Factors**

The Group's operations are not materially affected by any seasonal or cyclical factors.

**A5 Unusual Items due to their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter and nine months ended 30 September 2022.

**A6 Material Changes in Estimates**

There were no changes in estimates that have any material effect on the quarter and nine months ended 30 September 2022.

**A7 Debt and Equity Securities**

During the nine months ended 30 September 2022, the Company has issued 113,000 unit of ordinary shares pursuant to the exercise of Company's ESOS.

Exercise Price RM	No. of Shares Issued	Cash Proceeds RM
1.82	<u>113,000</u>	<u>205,660</u>

## A8 Dividends Paid

At the 21st Annual General Meeting held on 20 May 2022, the shareholders have approved the payment of a final single-tier ordinary dividend of 7.0 sen per ordinary share and a final single-tier special dividend of 1.0 sen per ordinary share in respect of financial year ended 31 December 2021 which was paid on 25 July 2022.

## A9 Segment Information

The Group is organised based on three major business segments as described below. The basis of segmentation was based on information reported internally to the Managing Director of the Group.

Performance is measured based on segment profit before tax and the total of segment assets are measured based on all assets (including goodwill) of a segment that are reviewed by the Group. Segment total asset is used to measure the return of assets of each segment.

There are no changes in the segment reported in the last audited financial statements.

Year-to-date ended 30 September 2022	Investment holding RM'000	Trading RM'000	Manufacturing RM'000	Inter-company Elimination RM'000	Total RM'000
Revenue from external customer	-	40,795	210,899	-	251,694
Inter-segment revenue	12,808	881	35,691	(49,380)	-
Total revenue	12,808	41,676	246,590	(49,380)	251,694
Segment profit before tax	16,986	3,556	35,195	(15,478)	40,259
Segment assets	202,534	67,281	426,043	(227,185)	468,673
Segment liabilities	3,403	39,930	211,989	(155,594)	99,728

Year-to-date ended 30 September 2021	Investment holding RM'000	Trading RM'000	Manufacturing RM'000	Inter-company Elimination RM'000	Total RM'000
Revenue from external customer	-	32,295	175,680	-	207,975
Inter-segment revenue	12,186	727	26,021	(38,934)	-
Total revenue	12,186	33,022	201,701	(38,934)	207,975
Segment profit / (loss) before tax	14,404	1,575	15,069	(14,694)	16,354
Segment assets	208,327	62,977	405,931	(227,514)	449,721
Segment liabilities	7,581	36,469	207,213	(149,119)	102,144

Geographical segments	Total revenue	
	30/09/2022 RM'000	30/09/2021 RM'000
Malaysia	185,356	151,401
Singapore	24,367	19,519
Vietnam	17,192	15,304
Philippines	1,896	2,017
Cambodia	6,259	3,801
Myanmar	517	462
Brunei	2,352	2,338
Indonesia	3,745	4,164
Thailand	685	637
Africa	3,451	3,259
Other countries	5,874	5,073
	<u>251,694</u>	<u>207,975</u>

### Investment holding 9M22 vs 9M21

Investment holding segment reported a higher profit before tax at RM17.0 million in 9M22 compared to RM14.4 million in 9M21 mainly attributed to the unrealised foreign exchanged gain during the quarter under review.

### Trading 9M22 vs 9M21

Trading segment reported a higher profit before tax of RM3.6 million in 9M22 compared to a profit before tax of RM1.6 million in 9M21 due to improve sales at the pharmaceutical products during the quarter under review.

### Manufacturing 9M22 vs 9M21

Manufacturing segment recorded revenue of RM246.6 million in 9M22, 22.3% higher than the revenue of RM201.7 million recorded in 9M21. The profit before tax for 9M22 posted higher at RM35.2 million compared to RM15.1 million in 9M21. This was mainly due to increase in revenue from local and overseas market during the quarter under review.



**A10 Valuations of Property, Plant and Equipment**

Property, plant and equipment of the Group are stated at cost less accumulated depreciation and any accumulated impairment losses where applicable.

There is no revaluation of property, plant and equipment during the period under review.

**A11 Subsequent Events**

There were no changes in the composition of the Group for the period under review.

**A12 Changes in the Composition of the Group**

There were no changes in the composition of the Group for the period under review.

**A13 Contingent Liabilities**

There were no significant changes in contingent liabilities since 31 December 2021.

**A14 Capital Commitment**

Capital commitment expenditure not provided for in the condensed report as at the end of the financial period were as follows:

	<b>Contracted but not provided for RM'000</b>
Plant & machinery and other assets	<u>4,189</u>

**A15 Related Party Transactions**

Significant related party transactions are as follows:

	9 months ended	
	30/09/2022 RM'000	30/09/2021 RM'000
<u>Corporation related to substantial shareholder</u>		
Purchase of pharmaceutical products	9,999	6,212
Sales of raw materials	(433)	-
Consultancy fees payable	<u>79</u>	<u>23</u>
<u>Companies in which certain Directors have interest</u>		
Purchase of raw materials	1,708	1,714
Sales of pharmaceutical products	<u>(656)</u>	<u>(510)</u>

**A16 Financial Instruments**

The carrying amounts of cash and cash equivalents, short term receivables and payables and short-term borrowings approximate their fair values due to the relatively short term nature of these financial instruments.

The fair values of other financial assets and liabilities not carried at fair value, together with the carrying amounts shown in the statements of financial position, are as follows:

	As at 30/09/2022		As at 31/12/2021	
	Carrying amount RM'000	Fair value RM'000	Carrying amount RM'000	Fair value RM'000
Long term loans and borrowings	12,292	11,499	19,032	18,272
Long term hire purchase creditors	<u>2,693</u>	<u>2,587</u>	<u>3,688</u>	<u>3,475</u>

**PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF  
BURSA MALAYSIA SECURITIES BERHAD**

**B1 Review of Performance**

	3 months ended		Variance		9 months ended		Variance	
	30/09/2022	30/09/2021	RM'000	%	30/09/2022	30/09/2021	RM'000	%
	RM'000	RM'000			RM'000	RM'000		
Revenue	93,053	71,412	21,641	30.3	251,694	207,975	43,719	21.0
Operating profit	15,853	6,326	9,527	150.6	40,587	17,456	23,131	132.5
Profit before interest and tax	15,821	6,314	9,507	150.6	40,545	17,448	23,097	132.4
Profit before tax	15,814	6,015	9,799	162.9	40,259	16,354	23,905	146.2
Profit after tax	11,421	4,278	7,143	167.0	29,284	11,573	17,711	153.0
Profit attributable to owners of the Company	11,076	4,260	6,816	160.0	28,666	11,512	17,154	149.0

The Group's revenue grew by 21.0% to RM251.7 million from RM208.0 million when compared to the same period last year due to increase in demand from local and overseas market.

For the nine months ended 30 September 2022, the Group recorded a higher profit before tax of RM40.3 million compared to RM16.4 million in the same period last year which was attributed to increase in demand from local and overseas market.

**B2 Comparison with the Preceding Quarter's Results**

	Qtr 3	Qtr 2	Variance	
	(30/09/2022)	(30/06/2022)	RM'000	%
Revenue	93,053	77,105	15,948	20.7
Operating profit	15,853	14,790	1,063	7.2
Profit before interest and tax	15,821	14,786	1,035	7.0
Profit before tax	15,814	14,689	1,125	7.7
Profit after tax	11,421	11,241	180	1.6
Profit attributable to owners of the Company	11,076	11,076	-	0.0

The Group's revenue increased 20.7% to RM93.1 million for the current quarter as compared to RM77.1 million for the immediate preceding quarter ("2Q22") which was mainly attributed to increase in demand from local and overseas market.

The Group's profit before tax reported higher at RM15.8 million as compared to RM14.7 million for the immediate preceding quarter due to increase in demand from local and overseas market during the quarter under review.

**B3 Prospects of the Group**

The increasing demand for pharmaceutical products in 2022 continues to rise and economy continues to grow. Despite escalating input cost, supply disruptions, weaker Ringgit against US dollar which pushing up prices for pharmaceutical products, the demand for pharmaceutical products in local and overseas market remained strong in 2022.

The Group's reported revenue growth of 21.0% to RM251.7 million from RM208.0 million in the same period last year. The Group's profit before tax increased 146.2% to RM40.3 million from RM16.4 million for the nine months ended 30 September 2022 which was mainly attributed to increase in demand from local and overseas market.

The Group is optimistic that it will continue to record a positive growth in FY2022 and will take cautious approaches in reviewing and monitoring market conditions to be in line with changing market trends.

**B4 Profit Forecast or Profit Guarantee**

There were no profit forecast or profit guarantee issued by the Group.

**B5 Taxation**

Details of taxation are as follows :-

	3 months ended		9 months ended	
	30/09/2022 RM'000	30/09/2021 RM'000	30/09/2022 RM'000	30/09/2021 RM'000
Current tax	3,874	1,677	9,746	4,617
Deferred tax	519	60	1,229	164
	<u>4,393</u>	<u>1,737</u>	<u>10,975</u>	<u>4,781</u>

Income tax is calculated at the Malaysian statutory tax rate of 24%. (2021: 24%)

The Group's effective tax rate for the current quarter was higher than the statutory tax rate principally due to certain expenses which were not deductible for tax purposes.

**B6 Corporate Proposals**

There were no corporate proposals announced by the Company as at the reporting date.

**B7 Borrowings and Debt Securities**

The details of the Group borrowings as at 30 September 2022 are as follows :

30 September 2022	Denominated in Foreign Currency		RM Equivalent
	USD'000	SGD'000	RM'000
<b>Current</b>			
Secured revolving credit	-	-	4,500
<u>Secured bank loans:</u>			
- Domestic	-	-	3,048
- Foreign	-	-	-
<u>Hire purchase creditor:</u>			
- Domestic	-	-	3,164
- Foreign	-	13	42
	<u>-</u>	<u>13</u>	<u>10,754</u>
<b>Non-current</b>			
<u>Secured bank loans:</u>			
- Domestic	-	-	12,292
- Foreign	-	-	-
<u>Hire purchase creditor:</u>			
- Domestic	-	-	2,606
- Foreign	-	27	87
	<u>-</u>	<u>27</u>	<u>14,985</u>
<b>Total borrowings</b>	<u>-</u>	<u>40</u>	<u>25,739</u>
<b>31 December 2021</b>			
	Denominated in Foreign Currency		RM Equivalent
	USD'000	SGD'000	RM'000
<b>Current</b>			
Secured revolving credit	-	-	14,300
<u>Secured bank loans:</u>			
- Domestic	-	-	3,029
- Foreign	2	-	7
<u>Hire purchase creditor:</u>			
- Domestic	-	-	3,582
- Foreign	-	37	113
	<u>2</u>	<u>37</u>	<u>21,031</u>
<b>Non-current</b>			
<u>Secured bank loans:</u>			
- Domestic	-	-	14,574
- Foreign	1,000	56	4,345
<u>Hire purchase creditor:</u>			
- Domestic	-	-	3,688
- Foreign	-	-	-
	<u>1,000</u>	<u>56</u>	<u>22,607</u>
<b>Total borrowings</b>	<u>1,002</u>	<u>93</u>	<u>43,638</u>

As at the reporting date, the Group had not issued any debt securities.

**B8 Material Litigation**

There was no material litigation against the Group as at the reporting date.

**B9 Proposed Dividend**

Apart from that disclosed in Note A8, there was no dividend proposed in the current quarter under review.

**B10 Earnings Per Share**

	3 months ended		9 months ended	
	30/09/2022	30/09/2021	30/09/2022	30/09/2021
<b>i) Basic Earnings Per Share</b>				
Profit attributable to owners of the Company (RM'000)	11,076	4,260	28,666	11,512
Weighted average number of ordinary shares in issue ('000)	141,013	139,715	140,955	139,648
	<u>7.85</u>	<u>3.05</u>	<u>20.34</u>	<u>8.24</u>
<b>ii) Diluted Earnings Per Share</b>				
Profit attributable to owners of the Company (RM'000)	11,076	4,260	28,666	11,512
Weighted average number of ordinary shares in issue ('000)	141,013	139,715	140,955	139,648
Effect of dilution-Share options ('000)	169	193	140	242
Adjusted weighted average number of ordinary shares in issue ('000)	141,182	139,908	141,095	139,890
<b>Diluted Earnings Per Share (sen)</b>	<u>7.85</u>	<u>3.04</u>	<u>20.32</u>	<u>8.23</u>

The basic and diluted earnings per share are calculated by dividing profit for the period attributable to owners of the Company over the weighted average number of ordinary shares in issue.