

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 JUNE 2021
(The figures have not been audited)

| | Unaudited Individual Quarter Current Year Quarter 30.06.2021 RM'000 | Unaudited Preceding Year Corresponding Quarter 30.06.2020 RM'000 | Changes Increase/ (Decrease) RM'000 | Unaudited Cumulative Period Current Year To Date 30.06.2021 RM'000 | Unaudited Preceding Year Corresponding To Date 30.06.2020 RM'000 | Changes Increase/ (Decrease) RM'000 |
|---|--|---|--|---|---|--|
| Revenue | 21,558 | 7,333 | 14,225 | 21,558 | 7,333 | 14,225 |
| Cost of sales | (18,507) | (6,424) | (12,083) | (18,507) | (6,424) | (12,083) |
| Gross profit | 3,051 | 909 | 2,142 | 3,051 | 909 | 2,142 |
| Operating expenses | (1,016) | (512) | (504) | (1,016) | (512) | (504) |
| Other operating income | 24 | 125 | (101) | 24 | 125 | (101) |
| Profit from operations | 2,059 | 522 | 1,537 | 2,059 | 522 | 1,537 |
| Finance cost | (50) | (48) | (2) | (50) | (48) | (2) |
| Profit before tax | 2,009 | 474 | 1,535 | 2,009 | 474 | 1,535 |
| Taxation | - | - | - | - | - | - |
| Profit from continued operations | 2,009 | 474 | 1,535 | 2,009 | 474 | 1,535 |
| Profit from discontinued operations, net of tax | - | - | - | - | - | - |
| Net profit for the period | 2,009 | 474 | 1,535 | 2,009 | 474 | 1,535 |
| Other comprehensive income, Net of Tax | - | - | - | - | - | - |
| Total comprehensive profit for the period | 2,009 | 474 | 1,535 | 2,009 | 474 | 1,535 |
| Weighted average number of shares ('000s) | 705,323 | 587,770 | | 705,323 | 587,770 | |
| Profit per share (sen) | | | | | | |
| - Basic | 0.28 | 0.08 | | 0.28 | 0.08 | |
| - Diluted | 0.22 | 0.08 | | 0.22 | 0.08 | |

Note :

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2021 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021
(The figures have not been audited)

| | Unaudited As at End Of Current Quarter 30.06.2021 RM'000 | Audited As at Preceding Financial Year End 31.03.2021 RM'000 |
|-------------------------------------|---|---|
| Non-current assets | | |
| Property, plant and equipment | 81,345 | 81,658 |
| Right-of-use asset | 15,763 | 16,187 |
| Land held for development | 2,256 | 2,256 |
| | <u>99,364</u> | <u>100,101</u> |
| Current assets | | |
| Contract assets | 22,030 | 22,050 |
| Inventories | 32,463 | 31,552 |
| Trade and other receivables | 32,208 | 29,921 |
| Deposit, bank and cash balance | 6,079 | 6,971 |
| | <u>92,780</u> | <u>90,494</u> |
| Total Assets | <u>192,144</u> | <u>190,595</u> |
| EQUITY | | |
| Share capital | 72,833 | 72,833 |
| Revaluation reserve | 13,996 | 13,996 |
| Warrant reserve | 8,742 | 8,742 |
| Discount on share | (8,742) | (8,742) |
| Retained earnings | 67,331 | 65,322 |
| Total equity | <u>154,160</u> | <u>152,151</u> |
| LIABILITIES | | |
| Non-current liabilities | | |
| Borrowings | 8,926 | 9,207 |
| Deferred tax liability | 4,207 | 4,207 |
| | <u>13,133</u> | <u>13,414</u> |
| Current liabilities | | |
| Borrowings | 819 | 752 |
| Trade and other payables | 23,707 | 23,949 |
| Provision for taxation | 325 | 329 |
| | <u>24,851</u> | <u>25,030</u> |
| Total Liabilities | <u>37,984</u> | <u>38,444</u> |
| Total Equity And Liabilities | <u>192,144</u> | <u>190,595</u> |
| Number of ordinary shares ('000) | 705,323 | 705,323 |
| Net Assets Per Share (RM) | <u>0.22</u> | <u>0.22</u> |

Note :

The unaudited Condensed Consolidated Statement Of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2021 and the accompanying explanatory notes attached to the interim financial statements.

Net assets per share is derived based on DPS Resources Berhad's consolidated net assets of RM154,160,000 (FYE 31.03.2021: RM152,151,000) over the issued and paid-up share of 705,323,496 (FYE 31.03.2021: 705,323,496) ordinary shares in the Company.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2021
 (The figures have not been audited)

| | Non-Distributable | | | | Distributable | | Total RM'000 |
|---|----------------------------|------------------------------|----------------------------|----------------------------------|--------------------------------|--------------------------------|-----------------|
| | Share Capital RM'000 | Warrant Reserve RM'000 | Share Premium RM'000 | Revaluation Reserve RM'000 | Discount on share RM'000 | Retained Earnings RM'000 | |
| Balance as at 1 April 2020 | 58,962 | 8,742 | - | 13,996 | (8,742) | 53,726 | 126,684 |
| Private Placement | 13,871 | - | - | - | - | - | 13,871 |
| Total comprehensive income for the year | - | - | - | - | - | 11,596 | 11,596 |
| Balance as at 31 March 2021 (Audited) | 72,833 | 8,742 | - | 13,996 | (8,742) | 65,322 | 152,151 |
| Total comprehensive income for the year | - | - | - | - | - | 2,009 | 2,009 |
| Balance as at 30 June 2021 (Unaudited) | 72,833 | 8,742 | - | 13,996 | (8,742) | 67,331 | 154,160 |

Note :

The unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2021 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 30 JUNE 2021
 (The figures have not been audited)

| | Unaudited Current Year To Date 30.06.2021 RM'000 | Unaudited Preceding Year Corresponding To Date 30.06.2020 RM'000 |
|---|--|---|
| Net cash(outflow) from operating activities | (420) | (1,137) |
| Net cash (outflow) from investing activities | (228) | (53) |
| Net cash (outflow) from financing activities | (244) | (295) |
| Net (decrease) in cash and cash equivalents | (892) | (1,485) |
| Cash and bank balances as at 1 April | 6,971 | 5,688 |
| | <u>6,079</u> | <u>4,203</u> |
| Effect of exchange translation differences on cash and cash equivalents | - | - |
| Cash and cash equivalents as at 30 June | <u><u>6,079</u></u> | <u><u>4,203</u></u> |
| <u>Reconciliation :</u> | | |
| Cash and bank balances | 6,079 | 4,591 |
| Bank overdrafts | - | (388) |
| Cash and cash equivalents as at 30 June | <u><u>6,079</u></u> | <u><u>4,203</u></u> |

The unaudited Condensed Consolidated Statement Of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2021 and the accompanying explanatory notes attached to the interim financial statements.

A. Compliance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Listing Requirements

A1. Changes in accounting policies

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim financial reporting and Chapter 9 Part K of the Listing Requirement of Malaysia Securities Berhad.

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

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the financial year ended 31 March 2021.

During the interim financial statement, the Group has adopted the following amendments to MFRSs issued by the Malaysian Accounting Standards Board ("MASB") that are mandatory for current financial year as below:

| | |
|---|---|
| Amendments to MFRS 16 | Covid-19-Related Rent Concessions |
| Amendments to MFRS 4 | Extension of the Temporary Exemption from Applying MFRS 9 |
| Amendments to MFRS 9, MFRS 7, MFRS 4, and MFRS 16 | Interest Rate Benchmark Reform – Phase 2 |
| Amendments to MFRS 16 | Covid-19-Related Rent Concessions Beyond 30 June 2021 |

The Group has not applied in advance the following new amendments to MFRSs that have been issued by MASB but are not yet effective for the current financial year.

| <u>MFRSs</u> | | Effective date for the financial periods <u>beginning on or after</u> |
|------------------------------------|---|---|
| Amendments to MFRS 3 | Reference to the Conceptual Framework | 1-Jan-22 |
| Amendments to MFRS 116 | Property, Plant and Equipment-Proceeds before Intended Use | 1-Jan-22 |
| Amendments to MFRS 137 | Onerous Contracts-Cost of Fulfilling a Contract | 1-Jan-22 |
| Amendments to MFRSs | Annual Improvements to MFRS Standards 2018 - 2020 | 1-Jan-22 |
| Amendments to MFRS 17 | Insurance Contracts | 1-Jan-23 |
| Amendments to MFRS 101 | Classification of Liabilities as Current or Non-current | 1-Jan-23 |
| Amendments to MFRS 101 | Disclosure of Accounting Policies | 1-Jan-23 |
| Amendments to MFRS 108 | Definition of Accounting Estimates | 1-Jan-23 |
| Amendments to MFRS 10 and MFRS 128 | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | Deferred until further notice |

The Group intends to adopt the above amendments to MFRSs when they become effective.

A2. Auditors' Report on Preceding Annual Financial Statements

The Auditors' Report for the audited financial statements of the Company and its subsidiaries for the financial year ended 31 March 2021 was not subject to any qualification.

A3. Comments about Seasonality or Cyclicity

The Group's business operational results were not materially affected by any major seasonal or cyclical factors.

A4. Unusual Items Due to Their Nature, Size or Incidence

There were no unusual items affecting the Group's assets, liabilities, equity, net income or cash flows because of their nature, size or incidence during the current financial quarter under review.

A5. Material Estimates and Changes in Estimates

There were no material changes in estimates that have had a material effect in the results of the current financial quarter under review.

A6. Issuance or Repayment of Debt and Equity Securities

There were no issuances, repurchases and repayment of debt securities during the financial period under review and up to the date of this report.

A. Compliance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Listing Requirements (Cont'd)

A7. Dividend Paid / Declared

No dividend has been declared or paid by the Company during the current quarter under review.

The Directors do not recommend the payment of any dividend in respect of the current financial period under review.

A8. Segmental Information

Segmental information is provided based on the Group's four (4) major business segments, namely (i) property development and construction ("property development"), (ii) furniture manufacturing and trading ("furniture"), (iii) rental of building with comprehensive services, and (iv) investment holding.

The segment revenue and segment results of the Group's business segments for the current financial quarter ended 30 June 2021 are as follows:

3 months ended 30 June 2021

| Business Segments | Property Development | Furniture | Rental of Building with Comprehensive Services | Investment Holding | Adjustments/ Eliminations | Consolidated Financial Statements |
|---------------------------|----------------------|--------------|--|--------------------|---------------------------|-----------------------------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | | | | | | |
| External Sales | 14,993 | 4,920 | 1,645 | | - | 21,558 |
| Inter-segment | | | | 240 | (240) | - |
| Total Revenue | 14,993 | 4,920 | 1,645 | 240 | (240) | 21,558 |
| Results : | | | | | | |
| Segment results | 682 | 924 | 530 | (77) | - | 2,059 |
| Finance cost | | | | | | (50) |
| Profit before tax | | | | | | 2,009 |
| Taxation | | | | | | - |
| Net profit for the period | | | | | | 2,009 |

3 months ended 30 June 2020

| Business Segments | Property Development | Furniture | Rental of Building with Comprehensive Services | Investment Holding | Adjustments/ Eliminations | Consolidated Financial Statements |
|--------------------------|----------------------|--------------|--|--------------------|---------------------------|-----------------------------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | | | | | | |
| External Sales | 5,109 | 1,403 | 821 | - | - | 7,333 |
| Inter-segment | | | | 144 | (144) | - |
| Total Revenue | 5,109 | 1,403 | 821 | 144 | (144) | 7,333 |
| Results : | | | | | | |
| Segment results | 1,203 | (258) | (391) | (32) | - | 522 |
| Finance cost | | | | | | (48) |
| Loss before tax | | | | | | 474 |
| Taxation | | | | | | - |
| Net loss for the period | | | | | | 474 |

A9. Subsequent Events

There were no material events subsequent to the end of the financial quarter ended 30 June 2021 under review up to the date of this report which is likely to substantially affect the results of the operations of the Group.

A. Compliance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Listing Requirements (Cont'd)

A10. Valuations of Property, Plant and Equipment

There were no changes in the valuation of property, plant and equipment since the latest audited financial statements for the financial year ended 31 March 2021.

A11. Changes in Composition of the Group

There were no changes to the composition of the Group during the financial quarter under review.

A12. Changes in Contingent Liabilities and Contingent Assets

There were no changes in contingent liabilities or contingent assets since the last financial year ended 31 March 2021.

A13. Capital Commitments

| | 30.06.2021 RM'000 |
|---|----------------------|
| <u>Approved and Contracted For:</u> | |
| Commitments for outright purchase of land | 14,183 |
| Commitments for joint venture of land (over 7 years up to FY2028) | <u>17,100</u> |

PART B: ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS

B1 Review of Performance (Current Quarter versus Preceding Year Corresponding Quarter)

| | Current Year Quarter 30.06.2021 RM'000 | Preceding Year Corresponding Quarter 30.06.2020 RM'000 | Increase/ (Decrease) RM'000 |
|--|---|---|-----------------------------------|
| <u>REVENUE</u> | | | |
| Property Development | 14,993 | 5,109 | 9,884 |
| Furniture | 4,920 | 1,403 | 3,517 |
| Rental of Building with Comprehensive Services | 1,645 | 821 | 824 |
| Investment Holding | - | - | - |
| Total | <u>21,558</u> | <u>7,333</u> | <u>14,225</u> |
| Cost Of Sales | <u>(18,507)</u> | <u>(6,424)</u> | <u>(12,083)</u> |
| Gross Profit | <u>3,051</u> | <u>909</u> | <u>2,142</u> |
| <u>PROFIT / (LOSS) BEFORE TAX ("PBT")</u> | | | |
| Property Development | 647 | 1,169 | (522) |
| Furniture | 913 | (267) | 1,180 |
| Rental of Building with Comprehensive Services | 526 | (396) | 922 |
| Investment Holding | (77) | (32) | (45) |
| Total | <u>2,009</u> | <u>474</u> | <u>1,535</u> |

For the current quarter under review, the Group nearly tripled its revenue to RM21.558 million compared to preceding year corresponding quarter of RM7.333 million. The higher revenue was mainly contributed by Property Development segment which recorded revenue of RM14.993 million, compared to RM5.109 million a year ago. The enhanced performance was spearheaded by higher profit recognition of RM10.973 million from Taman Bukit Rambai Putra project.

The Group's furniture segment also capitalized on a surge of demand by its key markets in Europe and the US during the quarter by recording a stellar RM4.920 million revenue, and would have performed even better had it been allowed to operate during the 3rd Movement Control Order ("MCO 3.0") which started on 1 June 2021. Meanwhile, Rental of Building with Comprehensive Services segment saw revenue improvement to RM1.645 million; despite giving out rental support to affected Tenants at the onset of MCO 3.0.

The Group recorded higher net profit of RM2.009 million compared to preceding year corresponding quarter's RM0.474 million. Furniture segment turned around with RM0.913 million profit as a result of improved production efficiencies and economies of scale compared to loss of RM0.267 million a year ago. This was followed by Property Development segment which reported profit of RM0.647 million despite being affected by increased costs associated with MCO 3.0 lockdown. Rental of Building with Comprehensive Services wrapped up the Group's profit with RM0.526 million profit in spite of rental support expenses above.

PART B: ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS (Cont'd)

B2 Review of Performance (Current Quarter versus Immediate Preceding Quarter)

| | Current Year Quarter 30.06.2021 RM'000 | (Restated) # Immediate Preceding Quarter 31.03.2021 RM'000 | Increase/ (Decrease) RM'000 |
|--|---|---|-----------------------------------|
| REVENUE | | | |
| Property Development | 14,993 | 24,868 | (9,875) |
| Furniture | 4,920 | 5,728 | (808) |
| Rental of Building with Comprehensive Services | 1,645 | 1,235 | 410 |
| Investment Holding | - | - | - |
| Total | 21,558 | 31,831 | (10,273) |
| Cost Of Sales | (18,507) | (26,445) | 7,938 |
| Gross Profit | 3,051 | 5,386 | (2,335) |
| PROFIT / (LOSS) BEFORE TAX ("PBT") | | | |
| Property Development | 647 | 4,329 | (3,682) |
| Furniture | 913 | 2,130 | (1,217) |
| Rental of Building with Comprehensive Services | 526 | (1,979) | 2,505 |
| Investment Holding | (77) | (601) | 524 |
| Total | 2,009 | 3,879 | (1,870) |

Figures after FYE 31 March 2021 audit adjustments

For the current quarter, the Group recorded lower revenue of RM21.558 million compared to immediate preceding quarter's RM31.831 million as the Group's operations were closed to comply with MCO 3.0 lockdown with effect from 1 June 2021. Accordingly, the Group's profit was lower at RM2.009 million compared to Q4 2021's RM3.879 million.

B3 Commentary on Prospects

As Malaysia's vaccination program continues to pick up pace to allow gradual re-opening of the economy, the Group anticipates a more positive business environment towards the year-end.

Moving forward, the Group will focus on completing its existing affordable housing projects while planning new launches to capitalize on the trend of urban dwellers moving out to more spacious homes in the suburbs. The Group's furniture manufacturing and trading business is also expected to rebound in line with economic recovery of its key markets in Europe and the US. Barring future lockdowns that require further rental support to tenants, the Group's rental income is expected to remain resilient.

B4 Profit Forecast or Profit Guarantee

No profit guarantee or profit forecast has been issued by the Group previously in any public document.

PART B: ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS (Cont'd)

B5 Notes to Consolidated Statement of Comprehensive Income

| | Current and Cumulative Quarter | |
|--|-----------------------------------|----------------------|
| | 30.06.2021 RM'000 | 30.06.2020 RM'000 |
| Profit for the period is arrived at after charging/ (crediting) : | | |
| Auditors' remuneration | 24 | 25 |
| Foreign exchange loss/(income) | | |
| -realised | (4) | (32) |
| -unrealised | 15 | 1 |
| Interest income | (3) | (14) |
| Interest expense | 43 | 40 |
| Property, plant and equipment | | |
| -depreciation | 922 | 955 |
| -(gain)/loss on disposal | (10) | - |

B6 Taxation

| | Current and Cumulative Quarter | |
|---|-----------------------------------|----------------------|
| | 30.06.2021 RM'000 | 30.06.2020 RM'000 |
| Malaysian income tax | | |
| - current year provision | - | - |
| - under/(over) provision in prior year(s) | - | - |
| Deferred tax | - | - |
| Tax for the financial period | - | - |

B7 Status of Corporate Proposals

- a) On 18 May 2021, DPS announced that its wholly-owned subsidiary, Shantawood Sdn Bhd ("SSB") had on 25 February 2021 entered into a joint venture agreement ("JVA") with Rembia Properties Development Sdn Bhd ("RPD") for the development and completion of a residential development comprising of 4 pieces of freehold lands measuring approximately 25.906 acres held under Geran GM 161, Lot 348; GM 187, Lot 793; GM 186, Lot 794 and GRN 6017, Lot 795, all of which are located in Mukim of Rembia, District of Alor Gajah, Melaka (the "Land").

Subsequently, SSB informed RPD on 18 May 2021 that it had carried out various studies on the Land to ensure commercial viability of future residential and commercial development on the Land and noted the results of the studies and searches on the Land are satisfactory and no adverse issues were uncovered. Pursuant thereto, SSB will proceed to comply with the terms and conditions of the JVA.

On 20 May 2021, DPS made another announcement in relation to the same to provide additional information in response to a query from Bursa Securities on 19 May 2021 ("Query") in relation to the Proposed JV.

- b) On 25 May 2021, DPS announced that its wholly owned subsidiary, Shantawood Sdn Bhd ("SSB") had on 24 May 2021 entered into a Sale and Purchase Agreement ("SPA") with Bao Long Marketing Sdn Bhd for the proposed acquisition of 1 piece of freehold land held under GM 521, Lot 1209, Mukim Tanjong Minyak, Daerah Melaka Tengah, State of Melaka measuring an approximate area of 2.853 Hectares at a purchase consideration of Ringgit Malaysia Six Million One Hundred Forty One Thousand Eight Hundred Eighty Seven and Cents Twenty only (RM6,141,887.20).

- c) On 14 July 2021, DPS announced a recurrent related party transactions of a revenue and/or trading nature ("RRPT") between DPS and its related party, Sand Nisko Capital Berhad ("SNC").

DPS, via its wholly-owned subsidiary, Shantawood Sdn Bhd ("SSB") has awarded seven (7) Letter of Awards ("LOAs") for construction works of projects with aggregate contract value of RM34.52 million to Len Cheong Industries Sdn Bhd ("LCI"), a wholly-owned subsidiary of SNC. The projects are located in Mukim Tanjong Minyak, Mukim Bukit Rambai and Mukim Krubong in the State of Melaka respectively.

PART B: ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS (Cont'd)

B8 Group Borrowings and Debt Securities

The Group's borrowings (denominated in Ringgit Malaysia ("RM")) are as follows :-

| | Unaudited As at 30.06.2021 Secured RM'000 | Audited As at 31.03.2021 Total RM'000 |
|------------------------------|---|---|
| Short term borrowings | | |
| Term Loans- secured | 764 | 697 |
| Lease Liability | 55 | 55 |
| | <u>819</u> | <u>752</u> |
| Long term borrowings | | |
| Term Loans - secured | 8,779 | 9,045 |
| Lease Liability | 147 | 162 |
| | <u>8,926</u> | <u>9,207</u> |
| Total borrowings | <u>9,745</u> | <u>9,959</u> |

The Group does not have any foreign borrowings as at the date of this report.

B9 Material Litigation

Shantawood Sdn Bhd ("SSB") vs HSBC Amanah Takaful (Malaysia) Berhad ("HSBC Takaful")

On 21 July 2017, DPS announced that its wholly-owned subsidiary, Shantawood Sdn Bhd ("SSB") had initiated legal proceedings against HSBC Takaful on 6 July 2017.

On 28 February 2020, the High Court had allowed the claim for losses on building amounting to RM1,716,362.63 together with 5% interest from the date of filing the suit till the date of full settlement but the Court dismissed SSB's claim for losses on plant & machineries and stock. Hence, SSB had filed an appeal to recover its losses on plant & machineries and stock to the Court of Appeal. The matter is currently going through case management stage at the Court of Appeal.

The Group will announce any further developments in due course.

Save for the above, the Group is not engaged in any material litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the company or its subsidiaries and the Board is not aware of any proceedings pending or threatened or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiaries as at the date of this report.

B10 Proposed Dividend

No dividend has been declared or paid during the current quarter under review.

PART B: ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS (Cont'd)

B11 Earnings per Share

a) Basic

The calculation of basic earnings per share was based on the profit attributable to ordinary equity holders of the Company and divided by the weighted average number of ordinary shares in issue during the period under review.

| | Individual Quarter | | Cumulative Period | |
|---|--------------------|----------------|-------------------|----------------|
| | Current Year | Preceding Year | Current Year | Preceding Year |
| | Quarter | Quarter | To Date | To Date |
| | 30.06.2021 | 30.06.2020 | 30.06.2021 | 30.06.2020 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Period attributable to ordinary equity holders of the Company (RM '000) | 2,009 | 474 | 2,009 | 474 |
| Weighted average number of ordinary shares in issue ('000) | 705,326 | 587,770 | 705,326 | 587,770 |
| Basic earnings per share (sen) | 0.28 | 0.08 | 0.28 | 0.08 |

b) Diluted

The calculation of diluted earnings per share was based on the profit attributable to ordinary equity holders of the Company and divided by the weighted average number of ordinary shares that would have been in issue assuming full exercise of the Company's warrants, adjusted for the number of such ordinary shares that would have been issued at fair value.

The Company had issued 194,261,746 warrants ("Warrant B") which were listed on Bursa Malaysia Securities Berhad on 22 January 2015. Each warrant entitles the registered holder to subscribe for one new ordinary share at the exercise price of RM0.10 per share at any time during the 10-year exercise period.

| | Individual Quarter | | Cumulative Period | |
|---|--------------------|----------------|-------------------|----------------|
| | Current Year | Preceding Year | Current Year | Preceding Year |
| | Quarter | Quarter | To Date | To Date |
| | 30.06.2021 | 30.06.2020 | 30.06.2021 | 30.06.2020 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Period attributable to ordinary equity holders of the Company (RM '000) | 2,009 | 474 | 2,009 | 474 |
| Weighted average number of ordinary shares in issue ('000) | 705,326 | 587,770 | 705,326 | 587,770 |
| Effect of dilution of warrants ('000) | 194,262 | * | 194,262 | * |
| Weighted average number of ordinary shares in issue (Diluted) ('000) | 899,588 | 587,770 | 899,588 | 587,770 |
| Diluted earnings per share (sen) | 0.22 | 0.08 | 0.22 | 0.08 |

* There were no effects on the diluted earnings per ordinary share in the comparative quarter as warrants have a dilutive effect only when the average market price of ordinary share during the financial period exceeds the exercise price of the warrants.

B12 Authority For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 23 August 2021.

By order of the Board,

Edward Sow Yuen Seng
Group Managing Director

Date: 23 August 2021