

**KEIN HING INTERNATIONAL BERHAD**  
[Company No. 200301013636 (616056-T)]

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

**For the 1<sup>st</sup> quarter and financial period ended 31 July 2022 – unaudited**

<i>In thousands of RM</i>	Note	3 Months Ended		Financial Period Ended	
		31 Jul 2022	31 Jul 2021	31 Jul 2022	31 Jul 2021
<b>Revenue</b>		<b>80,875</b>	<b>45,757</b>	<b>80,875</b>	<b>45,757</b>
Operating profit		8,241	309	8,241	309
Finance income		77	45	77	45
Finance costs		(737)	(778)	(737)	(778)
<b>Profit/(Loss) before tax</b>		<b>7,581</b>	<b>(424)</b>	<b>7,581</b>	<b>(424)</b>
Tax expense	B6	(1,166)	(7)	(1,166)	(7)
<b>Profit/(Loss) for the period</b>	B5	<b>6,415</b>	<b>(431)</b>	<b>6,415</b>	<b>(431)</b>
<b>Other comprehensive income, net of tax</b>					
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Share of capital reserve by a non-controlling interest of a subsidiary		-	64	-	64
<i>Items that may be reclassified subsequently to profit or loss</i>					
Foreign currency translation differences (FCTR) for foreign operations		236	1,024	236	1,024
<b>Total comprehensive income for the period</b>		<b>6,651</b>	<b>657</b>	<b>6,651</b>	<b>657</b>
<b>Profit/(Loss) attributable to:</b>					
Owners of the Company		<b>5,762</b>	<b>(260)</b>	<b>5,762</b>	<b>(260)</b>
Non-controlling interests		653	(171)	653	(171)
Profit/(Loss) for the period		<b>6,415</b>	<b>(431)</b>	<b>6,415</b>	<b>(431)</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		<b>5,936</b>	<b>494</b>	<b>5,936</b>	<b>494</b>
Non-controlling interests		715	163	715	163
Total comprehensive income for the period		<b>6,651</b>	<b>657</b>	<b>6,651</b>	<b>657</b>
<b>Earnings/(Loss) per ordinary share attributable to owners of the Company (sen):</b>					
Basic / Diluted	B11	<b>5.29</b>	<b>(0.24)</b>	<b>5.29</b>	<b>(0.24)</b>

*The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited consolidated financial statements for the year ended 30 April 2022 and the accompanying explanatory notes attached to the condensed consolidated interim financial statements.*

**KEIN HING INTERNATIONAL BERHAD**  
**[Company No. 200301013636 (616056-T)]**

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**As at 31 July 2022 – unaudited**

<i>In thousands of RM</i>	Note	As at 31 Jul 2022	As at 30 Apr 2022
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		93,967	90,961
Right-of-use assets		11,942	12,187
Investment property		9,381	9,424
Other investments		532	532
Trade receivables		729	804
		<u>116,551</u>	<u>113,908</u>
<b>Current assets</b>			
Trade and other receivables		52,218	52,815
Inventories		38,378	33,094
Contract assets		4,679	1,586
Cash and bank balances		46,990	45,643
Current tax assets		87	76
		<u>142,352</u>	<u>133,214</u>
<b>TOTAL ASSETS</b>		<b><u>258,903</u></b>	<b><u>247,122</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital		54,450	54,450
Reserves		91,961	86,025
		<u>146,411</u>	<u>140,475</u>
Non-controlling interests		13,054	12,339
<b>Total equity</b>		<b><u>159,465</u></b>	<b><u>152,814</u></b>
<b>Non-current liabilities</b>			
Loans and borrowings	B8	18,014	19,020
Lease liabilities		726	841
Trade and other payables		-	-
Deferred tax liabilities		4,039	4,074
		<u>22,779</u>	<u>23,935</u>
<b>Current liabilities</b>			
Loans and borrowings	B8	25,547	26,573
Lease liabilities		846	962
Trade and other payables		49,457	42,324
Current tax liabilities		809	514
		<u>76,659</u>	<u>70,373</u>
<b>Total liabilities</b>		<b><u>99,438</u></b>	<b><u>94,308</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>258,903</u></b>	<b><u>247,122</u></b>
<b>Net assets per share attributable to owners of the Company (RM)</b>		<b><u>1.34</u></b>	<b><u>1.29</u></b>

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited consolidated financial statements for the year ended 30 April 2022 and the accompanying explanatory notes attached to the condensed consolidated interim financial statements.*

**KEIN HING INTERNATIONAL BERHAD**  
[Company No. 200301013636 (616056-T)]

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
For the financial period ended 31 July 2022 – unaudited

	Attributable to Owners of the Company				Non-controlling interests	Total equity
	Non-distributable		Distributable			
	Share capital	Translation reserve	Retained earnings	Total		
<i>In thousands of RM</i>						
<b>At 1 May 2022</b>	54,450	3,798	82,227	140,475	12,339	152,814
Profit for the period	-	-	5,762	5,762	653	6,415
Other comprehensive income for the period, net of tax	-	174	-	174	62	236
Total comprehensive income for the period, net of tax	-	174	5,762	5,936	715	6,651
<b>At 31 July 2022</b>	<u>54,450</u>	<u>3,972</u>	<u>87,989</u>	<u>146,411</u>	<u>13,054</u>	<u>159,465</u>
<b>At 1 May 2021</b>	54,450	1,979	67,531	123,960	8,547	132,507
Loss for the period	-	-	(260)	(260)	(171)	(431)
Other comprehensive income for the period, net of tax	-	754	-	754	334	1,088
Total comprehensive income for the period, net of tax	-	754	(260)	494	163	657
<b>At 31 July 2021</b>	<u>54,450</u>	<u>2,733</u>	<u>67,271</u>	<u>124,454</u>	<u>8,710</u>	<u>133,164</u>

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited consolidated financial statements for the year ended 30 April 2022 and the accompanying explanatory notes attached to the condensed consolidated interim financial statements.*

**KEIN HING INTERNATIONAL BERHAD**  
[Company No. 200301013636 (616056-T)]

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**For the financial period ended 31 July 2022 – unaudited**

<i>In thousands of RM</i>	<b>Financial Period Ended</b>	
	<b>31 Jul 2022</b>	<b>31 Jul 2021</b>
<b>Cash flows from operating activities</b>		
Profit/(Loss) before tax	7,581	(424)
Adjustments for:		
Non-cash items	3,020	2,886
Non-operating items	660	733
Operating profit before changes in working capital	<u>11,261</u>	<u>3,195</u>
Changes in working capital:		
Inventories	(5,196)	(2,185)
Contract assets	(3,080)	(156)
Trade and other receivables	797	17,606
Trade and other payables	5,978	(9,479)
Cash generated from operations	<u>9,760</u>	<u>8,981</u>
Interest paid	(25)	(79)
Income tax paid	(917)	(599)
<b>Net cash from operating activities</b>	<b><u>8,818</u></b>	<b><u>8,303</u></b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(4,117)	(4,042)
Proceeds from disposal of property, plant and equipment	15	45
Interest received	77	45
<b>Net cash used in investing activities</b>	<b><u>(4,025)</u></b>	<b><u>(3,952)</u></b>
<b>Cash flows from financing activities</b>		
(Repayment of)/Proceeds from term loans	(1,255)	954
Repayment of hire purchase liabilities	(659)	-
Proceeds from/(Repayment of) other borrowings	1,188	(4,091)
Payment of lease liabilities	(289)	(731)
Interest paid	(712)	(682)
<b>Net cash used in financing activities</b>	<b><u>(1,727)</u></b>	<b><u>(4,550)</u></b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>3,066</b>	<b>(199)</b>
Effect of exchange rate fluctuations on cash held	(43)	(60)
<b>Cash and cash equivalents at beginning of financial year</b>	<u>41,569</u>	<u>40,098</u>
<b>Cash and cash equivalents at end of financial period</b>	<b><u>44,592</u></b>	<b><u>39,839</u></b>
<b>Cash and cash equivalents at end of financial period comprise:</b>		
Cash and bank balances	36,388	35,360
Deposits placed with licensed banks (net of pledged deposits)	10,302	9,789
Bank overdraft	(2,098)	(5,310)
	<b><u>44,592</u></b>	<b><u>39,839</u></b>

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited consolidated financial statements for the year ended 30 April 2022 and the accompanying explanatory notes attached to the condensed consolidated interim financial statements.*

## **PART A: NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

### **A1. Basis of preparation**

The condensed consolidated interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of *MFRS 134: Interim Financial Reporting* and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities’ Listing Requirements”).

The condensed consolidated interim financial statements should also be read in conjunction with the audited consolidated financial statements of the Group for the last financial year ended 30 April 2022. These explanatory notes attached to the condensed consolidated interim financial statements 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 last financial year ended 30 April 2022.

### **A2. Changes in accounting policies**

The Group has adopted the MFRSs, Amendments to MFRSs and IC Interpretation (if applicable) which become effective during the current financial year. The adoption of these pronouncements did not have any material impact on the financial statements of the Group.

At the date of authorization of these interim financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

#### ***MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2023***

- 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*

#### ***MFRSs, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed***

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

The initial applications of these MFRSs, Amendments and Interpretations, if applicable, are not expected to have material financial impacts to the current and prior periods' consolidated financial statements of the Group upon their first adoption.

The MFRSs, Amendments and Interpretations which were issued but not yet effective have not been early adopted by the Group.

**A3. Seasonal and cyclical factors**

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

**A4. Unusual nature and amounts of items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual nature and amounts of items affecting assets, liabilities, equity, net income or cash flows during the current 1<sup>st</sup> quarter and financial period ended 31 July 2022.

**A5. Material changes in estimates**

There were no changes in estimates that have had material effect for the current 1<sup>st</sup> quarter and financial period ended 31 July 2022.

**A6. Issuances and repayment of debt and equity securities**

There were no issuance, repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares or resale of treasury shares during the current 1<sup>st</sup> quarter and financial period under review.

**A7. Dividend Paid**

No interim dividend was paid during the current 1<sup>st</sup> quarter and financial period ended 31 July 2022 (2021: Nil).

**A8. Segmental information**

Segmental information is presented in respect of the Group's business segments as follows:-

***Results for the financial period ended 31 July 2022***

	<u>Manufacturing</u>	<u>Trading</u>	Investment <u>Holding</u>	<u>Adjustment</u>	<u>Consolidated</u>
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	78,291	2,584	-	-	80,875
Inter-segment	6,196	24	-	(6,220)	-
<b>Total revenue</b>	<b>84,487</b>	<b>2,608</b>	<b>-</b>	<b>(6,220)</b>	<b>80,875</b>
<b>Segment results</b>	<b>7,937</b>	<b>(6)</b>	<b>(104)</b>	<b>414</b>	<b>8,241</b>
Finance income					77
Finance costs					(737)
<b>Profit before tax</b>					<b>7,581</b>
Tax expense					(1,166)
Profit for the period					<b>6,415</b>

**A9. Material events subsequent to the end of the interim period**

There were no material events subsequent to the end of the current 1<sup>st</sup> quarter under review.

**A10. Changes in the composition of the Group**

There were no changes in the composition of the Group during the current 1<sup>st</sup> quarter and financial period ended 31 July 2022.

**A11. Changes in contingent liabilities**

There were no changes in contingent liabilities or contingent assets of a material nature since the last annual reporting period.

**A12. Capital commitments**

Capital commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at end of the reporting period were as follows:-

	<b>As at 31 Jul 2022 RM'000</b>
Total approved and contracted for	<u>12,437</u>

**A13. Fair Value Information**

The Group uses the following hierarchy for determining the fair value of financial instruments carried at fair value and amortised cost, the different levels have been identified as follows:

**Level 1** – Fair value is derived from quoted price (unadjusted) in active markets for identical financial assets or liabilities that the entity can access at the measurement date.

**Level 2** – Fair value is estimated using inputs other than quoted prices included within Level 1 that are observable for the financial assets or liabilities, either directly or indirectly.

**Level 3** – Fair value is estimated using unobservable inputs for the financial assets and liabilities.

	Fair value of financial instruments carried at fair value				Total fair value RM'000	Carrying amount RM'000
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000		
<b>Financial assets</b>						
Other investments	-	532	-	532	532	532
	-	532	-	532	532	532

	Fair value of financial instruments not carried at fair value				Total fair value RM'000	Carrying amount RM'000
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000		
<b>Financial liabilities</b>						
Secured term loans	-	-	20,384	20,384	20,384	20,384
Hire purchase liabilities	-	-	3,801	3,801	3,801	3,801
	-	-	24,185	24,185	24,185	24,185

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

**B1. Review of performance**

Financial Review for the current 1<sup>st</sup> Quarter and financial period ended 31 July 2022:

	1st Quarter Ended		Changes	
<i>(In thousands of RM)</i>	<u>31 Jul 2022</u>	<u>31 Jul 2021</u>		
<b>Revenue</b>	<b>80,875</b>	<b>45,757</b>	<b>35,118</b>	<b>77%</b>
Operating Profit	8,241	309	7,932	2567%
<b>Profit/(Loss) Before Tax ("PBT/LBT")</b>	<b>7,581</b>	<b>(424)</b>	<b>8,005</b>	<b>1888%</b>
Profit/(Loss) After Tax	6,415	(431)	6,846	1588%
<b>Profit/(Loss) Attributable to Owners of the Company</b>	<b>5,762</b>	<b>(260)</b>	<b>6,022</b>	<b>2316%</b>

The changes in revenue contributed by Malaysia operation and Vietnam operation respectively for the current 1<sup>st</sup> quarter and financial period under review are as follows:

	1st Quarter Ended		Changes	
<i>(In thousands of RM)</i>	<u>31 Jul 2022</u>	<u>31 Jul 2021</u>		
Malaysia Operation	38,986	24,123	14,863	62%
Vietnam Operation	41,889	21,634	20,255	94%
<b>Total Revenue</b>	<b>80,875</b>	<b>45,757</b>	<b>35,118</b>	<b>77%</b>

During the last financial year's corresponding 1<sup>st</sup> quarter, the Group's revenue was severely affected by the containment measures implemented by the Authorities in both Malaysia and Vietnam in order to curb the spread of Covid-19.

Post the Pandemic, the Group has recovered and achieved a remarkable revenue of RM80.9 million during the current 1<sup>st</sup> quarter under review. For Vietnam Operation, it continues to experience strong customer demand for metal parts used in the products of printer, refrigerator and washing machine. Thus, the ratios of revenue from Malaysia Operation and Vietnam Operation for the 1<sup>st</sup> quarter ended 31 July 2022 were changed to 48% : 52% (2021 – 53% : 47%).

In tandem with the increase in revenue, the Group reported a PBT of RM7.6 million. The PBT was also distorted by the foreign exchange gain as shown below:

	1st Quarter Ended		Variance	
<i>(In thousands of RM)</i>	<u>31 Jul 2022</u>	<u>31 Jul 2021</u>		
Net foreign exchange gain	589	807	(218)	-27%

Following a strong revenue and profit for the financial period, the equity attributable to owners of the Group increased to RM146.4 million as at 31 July 2022 (As at 30.4.2022: RM140.5 million), which translated into Net Assets per share of RM1.34 (As at 30.4.2022: RM1.29).

The Group's cash and bank balances increased from RM45.6 million as at 30 April 2022 to RM47.0 million as at 31 July 2022 mainly attributed to higher net cash from operating activities and lesser net cash used in financing activities during the current quarter under review. The Group prudent management always maintains sufficient cash and available funds through an adequate amount of committed credit facilities and cash reserves.

## B2. Variation of results against preceding quarter

Financial Review for the current 1<sup>st</sup> Quarter (compared with immediate preceding 4<sup>th</sup> Quarter of the last financial year):

	Quarter Ended		Changes	
	31 Jul 2022	30 Apr 2022		
<i>(In thousands of RM)</i>				
<b>Revenue</b>	<b>80,875</b>	<b>75,171</b>	<b>5,704</b>	<b>8%</b>
Operating Profit	8,241	7,200	1,041	14%
<b>Profit Before Tax ("PBT")</b>	<b>7,581</b>	<b>6,665</b>	<b>916</b>	<b>14%</b>
Profit After Tax	6,415	5,759	656	11%
<b>Profit Attributable to Owners of the Company</b>	<b>5,762</b>	<b>5,182</b>	<b>580</b>	<b>11%</b>

The revenue contributed by Malaysia operation and Vietnam operation respectively were as follows:

	Quarter Ended		Changes	
	31 Jul 2022	30 Apr 2022		
<i>(In thousands of RM)</i>				
Malaysia Operation	38,986	37,594	1,392	4%
Vietnam Operation	41,889	37,577	4,312	11%
<b>Total Revenue</b>	<b>80,875</b>	<b>75,171</b>	<b>5,704</b>	<b>8%</b>

The Group registered higher revenue for the current 1<sup>st</sup> quarter mainly due to the long holidays in conjunction with Chinese New Year celebration in both Malaysia and Vietnam in the immediate preceding 4<sup>th</sup> quarter. The PBT increased by RM0.9 million following the increase in revenue, and there was also distortion by the net forex exchange gain as shown below:

	Quarter Ended		Variance	
	31 Jul 2022	30 Apr 2022		
<i>(In thousands of RM)</i>				
Net foreign exchange gain	589	1,016	(427)	-42%

### B3. Prospects

In the July 2022 World Economic Outlook (“WEO”) Update – *Gloomy and More Uncertain*, the International Monetary Fund (“IMF”) stated that a tentative recovery in 2021 has been followed by increasingly gloomy developments in 2022 as risks began to materialize. The baseline forecast is for growth to slow from 6.1% last year to 3.2% in 2022, 0.4% lower than in the April 2022 WEO. The risks to the outlook are overwhelmingly tilted to the downside.

For Malaysia Operation, it may encounter some fluctuation in customer demand in view of uncertainty around the global growth forecast. However, Vietnam Operation is expected to achieve growth in revenue following the construction of new factory and investment in plant and machinery.

Moving forward the Group will be actively monitoring and assessing the economic impact arising from the downside risk and inflation in order to minimise any adverse impact on its business operation during the financial year ending 30 April 2023.

### B4. Variance of actual and forecast profit

The Group did not provide any financial estimate, forecast or projection, or profit guarantee for the financial year ending 30 April 2023.

### B5. Profit for the period

	<b>1<sup>st</sup> Quarter Ended 31 Jul 2022 RM'000</b>	<b>Period Ended 31 Jul 2022 RM'000</b>
Profit for the period is arrived at after charging/(crediting):-		
Depreciation and amortisation	3,020	3,020
Finance costs	737	737
Property, plant and equipment written off	12	12
Gain on disposal of property, plant and equipment	(12)	(12)
Net foreign exchange gain	(589)	(589)
Finance income	(77)	(77)

### B6. Income tax expense

	<b>1<sup>st</sup> Quarter Ended 31 Jul 2022 RM'000</b>	<b>Period Ended 31 Jul 2022 RM'000</b>
Current tax expense		
- <i>Malaysian income tax</i>	900	900
- <i>Foreign income tax</i>	312	312
- <i>Under provision in prior year</i>	(11)	(11)
	<u>1,201</u>	<u>1,201</u>
Deferred tax expense	(35)	(35)
<b>Total</b>	<u><u>1,166</u></u>	<u><u>1,166</u></u>

The effective tax rate of the Group for the financial period was lower than the statutory income tax rate of 24% mainly due to the tax incentive enjoyed by foreign subsidiaries.

## B7. Status of corporate proposal announced

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

## B8. Group loans and borrowings (secured)

The Group's loans and borrowings as at 31 July 2022 (compared with that of the last financial year) were as follows:

	As at 31 July 2022					
	Long Term (Secured)		Short Term (Secured)		Total Borrowings (Secured)	
	Foreign	RM	Foreign	RM	Foreign	RM
	Denomination	Denomination	Denomination	Denomination	Denomination	Denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Term loans	16,114	-	3,644	626	19,758	626
Hire purchase	-	1,900	-	1,901	-	3,801
Bankers' acceptance	-	-	-	5,512	-	5,512
Bills payable	-	-	11,316	450	11,316	450
Bank overdrafts	-	-	-	2,098	-	2,098
Total	16,114	1,900	14,960	10,587	31,074	12,487
<b>Grand Total</b>		<b>18,014</b>		<b>25,547</b>		<b>43,561</b>

	As at 30 April 2022					
	Long Term (Secured)		Short Term (Secured)		Total Borrowings (Secured)	
	Foreign	RM	Foreign	RM	Foreign	RM
	Denomination	Denomination	Denomination	Denomination	Denomination	Denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Term loans	16,839	-	3,772	932	20,611	932
Hire purchase	-	2,181	-	2,062	-	4,243
Bankers' acceptance	-	-	-	5,505	-	5,505
Bills payable	-	-	9,929	600	9,929	600
Bank overdrafts	-	-	-	3,773	-	3,773
Total	16,839	2,181	13,701	12,872	30,540	15,053
<b>Grand Total</b>		<b>19,020</b>		<b>26,573</b>		<b>45,593</b>

The Group's loans and borrowings are denominated in Ringgit Malaysia except for certain term loans and bills payable amounting to approximately RM12.5 million (as at 30 April 2022: RM11.3 million) and RM18.6 million (as at 30 April 2022: RM19.2 million) which are denominated in US Dollar and Vietnam Dong respectively. The repayment of these foreign denomination loans and borrowings will be funded by the net cash generated from operating activities in their own foreign denomination respectively.

## B9. Changes in material litigation

Neither the Company nor any of its subsidiaries is engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or any of 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 any of its subsidiaries.

**B10. Dividend payable**

No interim dividend was declared during the current 1<sup>st</sup> quarter and financial period ended 31 July 2022 (2021: NIL).

The Board of Directors has proposed a first and final single tier dividend of 1.5 sen per share totalling RM1,633,500 in respect of the last financial year ended 30 April 2022 (2021: 1.0 sen per share totalling RM1,089,000).

**B11. Basic earnings/(loss) per ordinary share**

The basic earnings/(loss) per ordinary share is calculated by dividing profit attributable to owners of the Company for the period by the weighted average number of ordinary shares in issue during the current 1<sup>st</sup> quarter under review as follows:-

	<b>1<sup>st</sup> Quarter Ended 31 Jul 2022 RM'000</b>	<b>1<sup>st</sup> Quarter Ended 31 Jul 2021 RM'000</b>
Earnings		
Profit attributable to Owners of the Company	<u>5,762</u>	<u>(260)</u>
Weighted average number of ordinary shares in issue ('000)	<u>108,900</u>	<u>108,900</u>
<b>Basic earnings/(loss) per ordinary share (sen)</b>	<u>5.29</u>	<u>(0.24)</u>

**B12. Auditors' report on preceding annual financial statements**

The independent auditors' report on the audited annual financial statements of the Group and of the Company for the last financial year ended 30 April 2022 was unmodified.

**B13. Authorisation for issue**

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 30 September 2022.

By Order of the Board,

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**Yap Toon Choy**  
Group Managing Director  
30 September 2022