



德成控股有限公司

TEK SENG HOLDINGS BERHAD 200201011909  
(579572-M)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2022**

	(Unaudited)	(Audited)
	As At	As At
	<b>31.03.22</b>	<b>31.12.21</b>
<b>ASSETS</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Non-current assets</b>		
Property, plant and equipment	79,336	80,685
Right-of-use assets	5,731	5,963
Investment properties	114,618	115,236
	<u>199,685</u>	<u>201,884</u>
<b>Current assets</b>		
Inventories	29,551	31,062
Trade receivables	30,633	28,547
Other receivables, deposits and prepayments	1,551	1,862
Current tax assets	1,940	1,499
Cash and bank balances	55,819	47,116
	<u>119,494</u>	<u>110,086</u>
<b>TOTAL ASSETS</b>	<u>319,179</u>	<u>311,970</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	115,002	115,002
Retained earnings	106,027	105,176
	<u>221,029</u>	<u>220,178</u>
Non-controlling interests	40,498	40,439
<b>Total equity</b>	<u>261,527</u>	<u>260,617</u>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Borrowings	19,875	19,875
Lease liabilities	270	281
Deferred tax liabilities	4,724	4,757
	<u>24,869</u>	<u>24,913</u>
<b>Current liabilities</b>		
Trade payables	10,377	5,030
Other payables	20,496	17,962
Borrowings	0	1,808
Lease liabilities	119	307
Current tax liabilities	1,791	1,333
	<u>32,783</u>	<u>26,440</u>
<b>Total liabilities</b>	<u>57,652</u>	<u>51,353</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>319,179</u>	<u>311,970</u>
Net Assets per Share (RM)	0.61	0.61
Net Assets (RM'000)	221,029	220,178

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021)



UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE THREE-MONTHS ENDED 31 MARCH 2022

	Current Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31.03.22 RM'000	31.03.21 RM'000	31.03.22 RM'000	31.03.21 RM'000
Revenue	56,437	56,092	56,437	56,092
Cost of sales	(44,076)	(42,696)	(44,076)	(42,696)
<b>Gross profit</b>	<u>12,361</u>	<u>13,396</u>	<u>12,361</u>	<u>13,396</u>
Other operating income	1,507	2,229	1,507	2,229
Operating expenses	(7,683)	(6,978)	(7,683)	(6,978)
Finance costs	(130)	(169)	(130)	(169)
<b>Profit before tax</b>	<u>6,055</u>	<u>8,478</u>	<u>6,055</u>	<u>8,478</u>
Tax expense	(1,538)	(2,221)	(1,538)	(2,221)
<b>Profit for the period</b>	<u>4,517</u>	<u>6,257</u>	<u>4,517</u>	<u>6,257</u>
<b>Other comprehensive income, net of tax</b>	0	0	0	0
<b>Total comprehensive income for the period</b>	<u>4,517</u>	<u>6,257</u>	<u>4,517</u>	<u>6,257</u>
<b>Profit / (Loss) for the period attributable to:</b>				
- Owners of the parent	4,458	6,368	4,458	6,368
- Non-controlling interests	<u>59</u>	<u>(111)</u>	<u>59</u>	<u>(111)</u>
<b>Total comprehensive income / (loss) for the period attributable to:</b>				
- Owners of the parent	4,458	6,368	4,458	6,368
- Non-controlling interests	<u>59</u>	<u>(111)</u>	<u>59</u>	<u>(111)</u>
<b>Earnings per ordinary share attributable equity holders of the Company:</b>				
Basic and diluted earnings per share (sen)	<u>1.24</u>	<u>1.78</u>	<u>1.24</u>	<u>1.78</u>

(The Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021)



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THREE-MONTHS ENDED 31 MARCH 2022**

	<b>Share Capital RM'000</b>	<b>Distributable Retained Earnings RM'000</b>	<b>Total Attributable To Owners of The Parent RM'000</b>	<b>Non- Controlling Interests RM'000</b>	<b>Total Equity RM'000</b>
As at 1 January 2021	115,002	100,222	215,224	41,132	256,356
Profit / (Loss) for the financial period	0	6,368	6,368	(111)	6,257
Other comprehensive income, net of tax	0	0	0	0	0
Total comprehensive income / (loss) for the period	0	6,368	6,368	(111)	6,257
<b>Transactions with owners</b>					
Acquisition of shares from non-controlling interests	0	(892)	(892)	(1,208)	(2,100)
Dividend	0	(3,607)	(3,607)	0	(3,607)
Total transactions with owners	0	(4,499)	(4,499)	(1,208)	(5,707)
As at 31 March 2021	<u>115,002</u>	<u>102,091</u>	<u>217,093</u>	<u>39,813</u>	<u>256,906</u>
As at 1 January 2022	115,002	105,176	220,178	40,439	260,617
Profit for the financial period	0	4,458	4,458	59	4,517
Other comprehensive income, net of tax	0	0	0	0	0
Total comprehensive income for the period	0	4,458	4,458	59	4,517
<b>Transactions with owners</b>					
Dividend	0	(3,607)	(3,607)	0	(3,607)
Total transactions with owners	0	(3,607)	(3,607)	0	(3,607)
As at 31 March 2022	<u>115,002</u>	<u>106,027</u>	<u>221,029</u>	<u>40,498</u>	<u>261,527</u>

(The Unaudited Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021)



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE THREE-MONTHS ENDED 31 MARCH 2022**

	<b>3 months ended</b>	
	<b>31.03.22</b>	<b>31.03.21</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	6,055	8,478
Adjustments for :		
Bad debts written off	26	0
Impairment losses on receivables	52	22
Depreciation of property, plant and equipment	1,370	3,142
Depreciation of investment properties	662	663
Depreciation of right-of-use assets	100	97
Interest expense	130	169
Interest income	(133)	(230)
Net unrealised loss / (gain) on foreign exchange	2	(50)
Gain on modification of lease term	(2)	0
Loss on disposal of investment properties	0	184
Operating profit before working capital changes	8,262	12,475
Decrease in inventories	1,511	3,294
Increase in trade and other receivables	(1,843)	(3,954)
Increase / (Decrease) in trade and other payables	7,859	(1,828)
Cash generated from operations	15,789	9,987
Interest paid	(8)	(1)
Interest received	133	230
Tax paid	(1,554)	(1,818)
Net cash from operating activities	14,360	8,398
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property, plant and equipment	8	180
Purchase of property, plant and equipment	(28)	(298)
Purchase of investment property	(45)	0
Accretion of interests in a subsidiary	0	(2,100)
Net cash used in investing activities	(65)	(2,218)
<b>Cash flows from financing activities</b>		
Dividends paid	(3,607)	0
Repayments of short term bank borrowings	(1,808)	0
Repayments of interest on term loans	(118)	(163)
Repayments of lease liabilities	(69)	(69)
Net cash used in financing activities	(5,602)	(232)
<b>Net increase in cash and cash equivalents</b>	8,693	5,948
<b>Effect of exchange rate changes on cash and cash equivalents</b>	10	99
<b>Cash and cash equivalents at beginning of the financial period</b>	47,116	63,322
<b>Cash and cash equivalents at end of the financial period</b>	55,819	69,369



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE THREE-MONTHS ENDED 31 MARCH 2022 (Continued)**

Cash and cash equivalents at the end of the financial period comprise of the following :

	<b>As at 31.03.22 RM'000</b>	<b>As at 31.03.21 RM'000</b>
Cash and bank balances	5,559	5,132
Deposits with licensed banks	50,260	64,237
	<u>55,819</u>	<u>69,369</u>

**Reconciliation of liabilities arising from financing activities**

	<b>Lease liabilities RM'000</b>	<b>Term loans RM'000</b>	<b>Short term bank borrowings RM'000</b>
As at 1 January 2022	588	19,875	1,808
Cash flows			
- repayments	(69)	(118)	(1,808)
Non-cash flows			
- unwinding of interest	4	118	0
- effect of modification of lease term	(134)	0	0
As at 31 March 2022	<u>389</u>	<u>19,875</u>	<u>0</u>

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021)



NOTES TO THE INTERIM FINANCIAL REPORT

PART A : EXPLANATORY NOTES AS PER MFRS 134

**A1. Basis of Preparation**

The interim financial report is unaudited and has been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standards ('MFRS') No. 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia") and should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2021.

The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the audited consolidated financial statements of the Group for the financial year ended 31 December 2021.

The Group had adopted the following Amendments to Standards, with a date of initial application of 1 January 2022.

Annual Improvements to MFRS Standards 2018 - 2020  
Amendments to MFRS 3 *Reference to the Conceptual Framework*  
Amendments to MFRS 116 *Property, Plant and Equipment - Proceeds before Intended Use*  
Amendments to MFRS 137 *Onerous Contracts - Cost of Fulfilling a Contract*

At the date of authorisation 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:

MFRS 17 *Insurance Contracts*  
Amendments to MFRS 10 and MFRS 128 *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*  
Amendments to MFRS 101 *Classification of Liabilities as Current or Non-current*  
Amendments to MFRS 17 *Insurance Contracts*  
Amendments to MFRS 101 *Presentation of Financial Statements*  
Amendments to MFRS 108 *Accounting Policies, Changes in Accounting Estimates and Errors*  
Amendments to MFRS 112 *Income Taxes*  
Amendments to MFRS 17 *Insurance Contracts- Initial Application of MFRS 17 and MFRS 9 - Comparative Information*

**A2. Auditors' Report**

The auditors' report on the financial statements for the financial year ended 31 December 2021 was not subject to any qualification.

**A3. Seasonal and Cyclical factors**

Other than solar and rental segment, the Group's products are subject to some seasonality whereby will be peaks before the major festivals such as Hari Raya, Christmas day, New Year and Chinese New Year.

**A4. Unusual items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual items affecting the assets, liabilities, equity, net income, or cash flows because of their nature, size, or incidence for the current quarter under review and financial year to date.

**A5. Material Changes in Estimates**

There were no other changes in accounting estimates of amounts reported in prior interim periods or the current financial period or changes in estimates of amounts reported in prior financial years.

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

For the financial year to date, there was no issuances, cancellations, repurchases, resale and repayments of debt and equity securities.

**A7. Dividend paid**

A single tier interim dividend of 1.0 sen per ordinary share for the financial year ending 31 December 2022 has been paid on 31 March 2022.

**A8. Other Operating Income**

	<b>Current Quarter 31.03.2022 RM'000</b>	<b>3 months Cumulative 31.03.2022 RM'000</b>
Interest income	133	133
Rental income	69	69
Other income	1,305	1,305
Total other operating income	<u>1,507</u>	<u>1,507</u>



NOTES TO THE INTERIM FINANCIAL REPORT

**A9. Operating Expenses**

	<b>Current Quarter 31.03.2022 RM'000</b>	<b>3 months Cumulative 31.03.2022 RM'000</b>
Depreciation of property, plant and equipment	417	417
Depreciation of investment properties	662	662
Salaries, allowances and bonus	2,255	2,255
Transportation	2,546	2,546
Water and electricity	144	144
General repairs and maintenance	626	626
Depreciation of right-of-use assets	76	76
Impairment losses on receivables	52	52
Others	905	905
<b>Total operating expenses</b>	<b>7,683</b>	<b>7,683</b>

**A10. Finance costs**

	<b>Current Quarter 31.03.2022 RM'000</b>	<b>3 months Cumulative 31.03.2022 RM'000</b>
Interest on term loans	118	118
Interest on lease liabilities	4	4
Interest on foreign currency trust receipt	7	7
Others	1	1
<b>Total finance costs</b>	<b>130</b>	<b>130</b>

**A11. Segmental Reporting**

The Group is principally involved in investment holding and its subsidiaries are principally engaged in manufacturing and trading of Polyvinyl Chloride ('PVC') related products and Polypropylene ('PP') Non-Woven, trading of Solar Cell products and generate and supply the renewable energy and renting of properties.

The Group has arrived at three (3) reportable segments that are organised and managed separately according to the nature of products and services, specific expertise and technologies requirements, which requires different business and marketing strategies.

The reportable segments are summarised as follows:

- (i) PVC  
Manufacturing and trading of PVC Sheeting, PP Non-Woven, PP Transparent and Translucent Sheet, PVC Leather related products for industrial and consumer use.
- (ii) Solar  
Trading of Solar Cell products and Generate and supply the renewable energy.
- (iii) Renting of Properties  
Rental income from investment properties

	<b>PVC RM'000</b>	<b>Solar RM'000</b>	<b>* Renting of Properties RM'000</b>	<b>Group RM'000</b>
<b>1 January 2022 to 31 March 2022</b>				
<b>Revenue</b>				
Total revenue	66,727	503	1,745	68,975
Elimination	(12,538)	0	0	(12,538)
<b>Revenue from external customers</b>	<b>54,189</b>	<b>503</b>	<b>1,745</b>	<b>56,437</b>
<b>Results</b>				
Segment results	4,429	56	193	4,678
Other operating income	1,500	2	5	1,507
Finance costs	(12)	(26)	(92)	(130)
Profit before tax	5,917	32	106	6,055
Income tax expense	(1,538)	0	0	(1,538)
<b>Profit for the period</b>	<b>4,379</b>	<b>32</b>	<b>106</b>	<b>4,517</b>
<b>Assets</b>	<b>190,873</b>	<b>28,709</b>	<b>99,597</b>	<b>319,179</b>
<b>Liabilities</b>	<b>33,657</b>	<b>5,369</b>	<b>18,626</b>	<b>57,652</b>



NOTES TO THE INTERIM FINANCIAL REPORT

A11. Segmental Reporting (Cont'd)

	PVC RM'000	Solar RM'000	* Renting of Properties RM'000	Group RM'000
<b>1 January 2021 to 31 March 2021</b>				
<b>Revenue</b>				
Total revenue	66,472	470	1,660	68,602
Elimination	(12,510)	0	0	(12,510)
Revenue from external customers	<b>53,962</b>	<b>470</b>	<b>1,660</b>	<b>56,092</b>
<b>Results</b>				
Segment results	6,593	(39)	(136)	6,418
Other operating income	2,152	17	60	2,229
Finance costs	(6)	(36)	(127)	(169)
Profit before tax	8,739	(58)	(203)	8,478
Income tax expense	(2,221)	0	0	(2,221)
Profit / (Loss) for the period	<b>6,518</b>	<b>(58)</b>	<b>(203)</b>	<b>6,257</b>
<b>Assets</b>				
	<b>178,874</b>	<b>29,514</b>	<b>102,390</b>	<b>310,778</b>
<b>Liabilities</b>				
	<b>29,517</b>	<b>5,450</b>	<b>18,905</b>	<b>53,872</b>

\* Comparative figures of the Renting of Properties segment have been reclassified to conform with the current period's presentation of the segmental information of the Group.

A12. Valuation of Property, Plant and Equipment

There was no revaluation of property, plant and equipment by the Group since the last audited financial statements for the financial year ended 31 December 2021.

A13. Subsequent Events

As at 25 April 2022, TS Solartech, was a 57.36% owned subsidiary of TSHB. On 26 April 2022, pursuant to the ordinary shares purchased from non-controlling interest of TS Solartech, TSHB's equity interest in TS Solartech had been increased to 57.88% and whereas non-controlling shareholders' shareholdings had been reduced from 42.64% to 42.12%. TS Solartech does not have any subsidiary or associate company.

A14. Changes In The Composition of The Group

There were no changes in the composition of the Group for the current year to date.

A15. Contingent Liabilities

	<b>31.03.2022</b> <b>RM'000</b>
Secured corporate guarantees given to licensed banks for facilities granted to subsidiaries	23,660
Unsecured corporate guarantees given to suppliers of subsidiaries	4,204
	<b>27,864</b>

A16. Capital Commitments

There were no material capital commitments in respect of property, plant and equipment for the interim financial statements as at 31 March 2022.

PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B1. Review of Performance

Table 1 : Financial Review for current quarter and financial period to date

	Current Quarter 3 months ended		Changes + / -		Cumulative Quarter 3 months ended		Changes + / -	
	31.03.22 RM'000	31.03.21 RM'000			31.03.22 RM'000	31.03.21 RM'000		
			RM'000	%	RM'000	%		
Revenue	56,437	56,092	345	0.62	56,437	56,092	345	0.62
Gross profit	12,361	13,396	(1,035)	(7.73)	12,361	13,396	(1,035)	(7.73)
Profit before interest and tax	6,052	8,417	(2,365)	(28.10)	6,052	8,417	(2,365)	(28.10)
Profit before tax	6,055	8,478	(2,423)	(28.58)	6,055	8,478	(2,423)	(28.58)
Profit for the period	4,517	6,257	(1,740)	(27.81)	4,517	6,257	(1,740)	(27.81)
Profit attributable to owners of the parent	4,458	6,368	(1,910)	(29.99)	4,458	6,368	(1,910)	(29.99)

a) Current Quarter vs. Previous Year Corresponding Quarter

For the current quarter, the Group recorded a revenue of RM56.4 million while profit before tax was recorded at RM6.1 million. When compared to corresponding quarter of 31 March 2021, the revenue was recorded at RM56.1 million while profit before tax was recorded at RM8.5 million.

Performance of the respective operating business segments for the current quarter as compared to the previous year corresponding quarter is analysed as follows:-

- (1) PVC - The decrease in profit before tax by RM2.8 million from RM8.7 million to RM5.9 million was mainly due to higher purchase costs and lower other operating income.
- (2) Solar - The increase in profit before tax by RM90,000 from loss before tax RM58,000 to profit before tax RM32,000 was mainly due to increase of sale of solar energy.
- (3) Rental - The increase in profit before tax by RM309,000 from loss before tax RM203,000 to profit before tax RM106,000 was mainly due to increase of rental income and lower operating expenses.





NOTES TO THE INTERIM FINANCIAL REPORT

**B2. Variation of Results Against Preceding Quarter**

**Table 2 : Financial Review for current quarter and compared with immediate preceding quarter**

	Current Quarter	Preceding Quarter	Changes	
	01.01.22-31.03.22 RM'000	01.10.21-31.12.21 RM'000	RM'000	%
Revenue	56,437	45,843	10,594	23.11
Gross profit	12,361	10,008	2,353	23.51
Profit before interest and tax	6,052	6,689	(637)	(9.52)
Profit before tax	6,055	6,755	(700)	(10.36)
Profit for the period	4,517	5,059	(542)	(10.71)
Profit attributable to owners of the parent	4,458	4,822	(364)	(7.55)

The Group revenue increased by RM10.6 million in the current quarter, representing 23.1% increase from RM45.8 million in the preceding quarter due to higher revenue contributed by the PVC segments.

The Group's profit before tax for the current quarter is RM6.1 million compared to profit before tax RM6.8 million as recorded in the preceding quarter. This was mainly due to higher purchase costs in the current quarter of 2022.

**B3. Prospects**

The Board of Directors foresees the performance of the Group for 2022 will be very challenging for its PVC business due to fluctuation in the price of raw materials, unexpected rise of shipping cost and the impact from the fluctuation in foreign currency which was due to the external market uncertainties especially the Russia-Ukraine conflict that have further dampened the economic activities. The shortage of various raw material and elevated price of raw material have driven the cost of manufacturing to a new high. The Group also had been facing labour shortage issue. This unprecedented situation has impacted the global supply chain as the Group purchases are mainly from Taiwan, China and Singapore.

However, following the re-opening of the national borders and the resumption of business activities from 1 April 2022, the demand for PVC is expected to increase. The Group will be more cautious in managing our incoming supplies for 2022 and taking cautious approaches to mitigate the exposure by improving its operational efficiency, product quality and product innovation as a positive step forward to sustain the Group's business growth as well as monitoring financial aspect more closely. The Group will also look into exploring new market share globally.

For the industrial land acquired on August 2021, the Group is looking to set up a new warehouse, factory and a worker's dormitory. The Group is also looking to restructure our current manufacturing facilities in order to provide leaner and more efficient way of operation. Currently, the industrial land still subject to approval of amalgamation from Authorities.

As for solar segment, the Company continues to generate income from the 1.18 MW solar energy arising from the solar panel installed. For rental segment, the factory buildings of TS Solartech Sdn. Bhd. had been rented out.

**B4. Variance of Actual and Forecast Revenue**

Not applicable.

**B5. Income Tax Expense**

	Current Quarter 31.03.22 RM'000	3 months Cumulative 31.03.22 RM'000
<b>Current tax expense</b>		
- current	1,571	1,571
<b>Deferred tax expense</b>		
- Origination and reversal of temporary differences	(33)	(33)
Total tax expense	<u>1,538</u>	<u>1,538</u>

The Group's effective tax rate for the current period differs from the statutory tax rate due to certain expenses which are not deductible for tax purposes.

**B6. Sale of Unquoted Investments and/or Properties**

There were no sale of unquoted investments and/or properties for the current quarter and financial year to date.

**B7. Status of Corporate Proposal**

There were no corporate proposals announced as at the date of issue of this interim financial report.

**B8. Trade Receivables**

	At end of current financial quarter 31.03.2022 RM'000	At end of previous financial year 31.12.2021 RM'000
Trade receivables	31,280	29,142
Less : Impairment losses	(647)	(595)
	<u>30,633</u>	<u>28,547</u>

The trade receivables are non-interest bearing and the normal trade credit terms granted by the Group range from 30 to 120 days terms.



NOTES TO THE INTERIM FINANCIAL REPORT

**B8. Trade Receivables (Cont'd)**

a) Ageing analysis of trade receivables of the Group is as follows:

	At end of current financial quarter 31.03.2022 RM'000	At end of previous financial year 31.12.2021 RM'000
Not past due	19,601	16,893
Past due		
1 to 30 days	8,748	9,266
31 to 60 days	1,889	1,733
61 to 90 days	932	774
More than 91 days	110	476
	<u>11,679</u>	<u>12,249</u>
Impairment	31,280 (647)	29,142 (595)
	<u><u>30,633</u></u>	<u><u>28,547</u></u>

b) The Group assesses the impairment on trade receivable based on expected credit loss model.

**B9. Related party disclosures**

i) Identity of related party

- The Company has controlling related party relationship with its direct subsidiaries.

ii) The Group had no transaction with related party during the financial period.

**B10. Group Borrowings**

The Group's borrowings as at the end of the reporting quarter were as follows:

	As at 31.03.2022		
	Short term RM'000	Long term RM'000	Total RM'000
<b>Secured</b>			
Term loans	0	19,875	19,875
	<u>0</u>	<u>19,875</u>	<u>19,875</u>

**B11. Off Balance Sheet Financial Instruments**

There were no off balance sheet financial instruments as at the date of this report (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

**B12. Material Litigation**

The Group is not engaged in any material litigation as at the date of this report (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

**B13. Earnings Per Share**

**(a) Basic Earnings Per Share**

The basic earnings per share for the current financial quarter and current financial year-to-date had been calculated by dividing the Group's profit for the period attributable to equity holders of the Company by the weighted average number of shares in issue.

	Individual Current Quarter 31.03.22	3 Months Cumulative To Date 31.03.22
Profit for the period attributable to ordinary equity holders of the Company (RM'000)	<u>4,458</u>	<u>4,458</u>
Weighted average number of ordinary shares in issue ('000)	<u>358,450</u>	<u>358,450</u>
<b>Basic Earnings Per Share based on weighted average number of ordinary shares in issue (sen)</b>	<u><u>1.24</u></u>	<u><u>1.24</u></u>

**(b) Diluted Earnings Per Share**

The diluted earnings per share of the Group is equal to the basic earnings per share as the Group does not have any potential dilutive ordinary shares in issue.

**B14. Provision of Financial Assistance**

There has been no additional financial assistance provided pursuant to Paragraph 8.23 of the Main Market Listing Requirement during the current quarter.



NOTES TO THE INTERIM FINANCIAL REPORT

**B15. Reviews By External Auditors**

The Board had engaged the external auditors to review and report on the condensed consolidated financial statements of Tek Seng Holdings Bhd. for the first quarter ended 31 March 2022 in accordance with International Standard on Review Engagements 2410 (ISRE2410), "Review of Interim Financial Information Performed by the Independent Auditor of the Entity".

The external auditors reported to the Board that nothing has come to their attention that causes them to believe that the said condensed consolidated financial statements were not presented fairly, in all material respects, in accordance with MFRS134 : Interim Financial Reporting in Malaysia. The report was made to the Board in accordance to the terms of reference with the external auditors and for no other purpose.

**By order of the Board**

**TEK SENG HOLDINGS BERHAD**

**LOH KOK BENG**  
**EXECUTIVE CHAIRMAN**  
**Dated : 27 May 2022**