

P.A. RESOURCES BERHAD
Registration No : 200401026104 (664612-X)
(Incorporated in Malaysia)

P.A. RESOURCES BERHAD
UNAUDITED FINANCIAL STATEMENT

FOR THREE MONTHS ENDED 30 SEPTEMBER 2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021

| | As at 30-Sep-21 (Unaudited) RM'000 | As at 30-Jun-21 (Audited) RM'000 |
|-------------------------------------------------------------------------------------------------|-------------------------------------------------------|-----------------------------------------------------|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 79,971 | 80,482 |
| Right of use assets | 3,439 | 3,543 |
| Trade receivable | 2,879 | 2,773 |
| Deferred taxation assets | 8,700 | 6,700 |
| | <u>94,989</u> | <u>93,498</u> |
| Current assets | | |
| Inventories | 50,776 | 38,062 |
| Trade receivables | 28,295 | 30,247 |
| Other receivables, deposits and prepayments | 10,466 | 11,197 |
| Tax refund receivables | 266 | 253 |
| Fixed deposit with licensed bank | 425 | 422 |
| Cash and bank balances | 17,001 | 18,300 |
| | <u>107,229</u> | <u>98,481</u> |
| Total assets | <u>202,218</u> | <u>191,979</u> |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the parent | | |
| Share capital | 164,658 | 162,844 |
| Reserves | 43,578 | 42,611 |
| Accumulated losses | (17,047) | (27,156) |
| | <u>191,189</u> | <u>178,299</u> |
| Non-controlling interest | (5,739) | (5,739) |
| Total equity | <u>185,450</u> | <u>172,560</u> |
| LIABILITIES | | |
| Non-current liabilities | | |
| Lease Liabilities | 473 | 551 |
| Borrowings | - | - |
| Deferred taxation | - | - |
| | <u>473</u> | <u>551</u> |
| Current liabilities | | |
| Trade payables | 8,709 | 8,122 |
| Other payables and accruals | 2,339 | 2,543 |
| Contract liabilities | 1,648 | 1,622 |
| Current tax liabilities | - | - |
| Borrowings | 3,000 | 5,878 |
| Lease Liabilities | 599 | 703 |
| | <u>16,295</u> | <u>18,868</u> |
| Total liabilities | <u>16,768</u> | <u>19,419</u> |
| Total equity and liabilities | <u>202,218</u> | <u>191,979</u> |
| Net assets per share attributable to equity holders (refer Note 25) of the Company (sen) | <u>16.05</u> | <u>15.35</u> |

The condensed consolidated Statement of Financial Position should be read in conjunction with the Audited financial statements for the financial period ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

| | Quarter | | 3 months ended | |
|---------------------------------------------------------------------------------------------------|------------------|------------------|-----------------------|------------------|
| | 30-Sep-21 | 30-Sep-20 | 30-Sep-21 | 30-Sep-20 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | 61,110 | 62,761 | 61,110 | 62,761 |
| Cost of sales | (50,025) | (56,220) | (50,025) | (56,220) |
| Gross profit | 11,085 | 6,541 | 11,085 | 6,541 |
| Other income | 23 | 316 | 23 | 316 |
| Distribution and administrative expenses (Note 27) | (2,167) | (1,142) | (2,167) | (1,142) |
| Other operating expenses | (801) | (2,139) | (801) | (2,139) |
| Operating profit | 8,140 | 3,576 | 8,140 | 3,576 |
| Finance costs | (31) | (171) | (31) | (171) |
| Profit before taxation | 8,109 | 3,405 | 8,109 | 3,405 |
| Tax expenses (refer Note 20) | 2,000 | - | 2,000 | - |
| Profit for the period | 10,109 | 3,405 | 10,109 | 3,405 |
| Other comprehensive income | | | | |
| Deferred tax on revaluation surplus transferred | - | - | - | - |
| Total comprehensive profit for the period | 10,109 | 3,405 | 10,109 | 3,405 |
| Profit attributable to: | | | | |
| Owner of the Company | 10,109 | 3,405 | 10,109 | 3,405 |
| Non-controlling interest | - | - | - | - |
| | 10,109 | 3,405 | 10,109 | 3,405 |
| Total comprehensive profit attributable to: | | | | |
| Owner of the Company | 10,109 | 3,405 | 10,109 | 3,405 |
| Non-controlling interest | - | - | - | - |
| | 10,109 | 3,405 | 10,109 | 3,405 |
| Net profit per share for profit attributable to the owners (refer Note 24) of the Company: | | | | |
| Net profit per share (sen) | 0.85 | 0.31 | 0.85 | 0.31 |

The condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

P.A. RESOURCES BERHAD
200401026104 (664612-X)
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

| | Attributable to equity holders of the Company | | | | | Distributable Retained Earnings RM'000 | Total RM'000 | Non- controlling interests RM'000 | Total Equity RM'000 |
|------------------------------------------------------|-----------------------------------------------|-----------------------------------|-------------------------------|------------------------------------|-------------------------|-------------------------------------------------|-----------------|--------------------------------------------|------------------------|
| | <-----Non-distributable-----> | | | | | | | | |
| | Share Capital RM'000 | Revaluation Reserves RM'000 | Warrants Reserve RM'000 | Other Capital Reserve RM'000 | Share Option Reserve | | | | |
| As at 1 July 2020, | 144,203 | 11,172 | 16,962 | 12,065 | - | (52,703) | 131,699 | (5,947) | 125,752 |
| Total comprehensive profit for the year | - | - | - | - | - | 31,379 | 31,379 | 208 | 31,587 |
| Revaluation surplus on property, plant and equipment | - | 4,519 | - | - | - | - | 4,519 | - | 4,519 |
| Conversion of Warrants | 18,641 | - | (5,068) | - | - | - | 13,573 | - | 13,573 |
| Performance-based employee share option scheme | - | - | - | - | 3,096 | - | 3,096 | - | 3,096 |
| Dividends on ordinary shares | - | - | - | - | - | (5,967) | (5,967) | - | (5,967) |
| Transfer to retained earnings | - | (135) | - | - | - | 135 | - | - | - |
| As at 30 June 2021 | 162,844 | 15,556 | 11,894 | 12,065 | 3,096 | (27,156) | 178,299 | (5,739) | 172,560 |
| As at 1 July 2021 | 162,844 | 15,556 | 11,894 | 12,065 | 3,096 | (27,156) | 178,299 | (5,739) | 172,560 |
| Total comprehensive profit for the year | - | - | - | - | - | 10,109 | 10,109 | - | 10,109 |
| Conversion of Warrants | 1,814 | - | (493) | - | - | - | 1,321 | - | 1,321 |
| Performance-based employee share option scheme | - | - | - | - | 1,460 | - | 1,460 | - | 1,460 |
| As at 30 September 2021 | 164,658 | 15,556 | 11,401 | 12,065 | 4,556 | (17,047) | 191,189 | (5,739) | 185,450 |

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial period ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

| | 30-Sep-21 (Unaudited) RM'000 | 30-Jun-21 (Audited) RM'000 |
|-------------------------------------------------------------|--------------------------------------------------|------------------------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 8,109 | 24,547 |
| Adjustment for : | | |
| Impairment losses on : | | |
| - trade receivables | - | 251 |
| Trade receivables written off | - | 11 |
| Depreciation of property, plant and equipment | 1,634 | 6,693 |
| Depreciation of right of use assets | 104 | 436 |
| (Gain) / Loss on disposal of plant and equipment | (55) | 88 |
| (Gain) on lease modification | - | 0 |
| Unrealised (gain) / loss on foreign exchange | (170) | 801 |
| Interest Expenses | 31 | 475 |
| Interest Income | (22) | (195) |
| Reversal of impairment losses on : | | |
| - trade receivables | (2) | (137) |
| Share Option Expenses | 1,460 | 3,096 |
| Operating profit before working capital changes | 11,089 | 36,066 |
| (Increase) in inventories | (12,714) | (7,553) |
| Decrease in receivables | 2,749 | 4,873 |
| Increase / (Decrease) in payables | 409 | (10,236) |
| Cash generated from operations | 1,533 | 23,150 |
| Interest paid | (31) | (475) |
| Income tax paid | (13) | (187) |
| Interest received | 22 | 195 |
| Income tax refundable | - | 3 |
| Net cash generated from operating activities | 1,511 | 22,686 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (1,123) | (3,843) |
| Proceeds from disposal of property, plant and equipment | 55 | 80 |
| Proceeds from conversion of warrants | 1,321 | 13,574 |
| Net cash outflow from investing activities | 253 | 9,811 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Repayment for the principal portion of lease liabilities | (183) | (1,086) |
| Repayment of borrowings | (2,878) | (3,396) |
| (Increase) in fixed deposits pledged | (2) | (7) |
| Dividend on Ordinary shares | - | (5,967) |
| Net cash Inflow from financing activities | (3,063) | (10,456) |
| NET INCREASE (OUT)/ IN CASH AND CASH EQUIVALENTS | (1,299) | 22,041 |
| Effect of foreign exchange fluctuations | - | (1,376) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD | 18,300 | (2,365) |
| CASH AND CASH EQUIVALENTS AT END OF THE PERIOD | 17,001 | 18,300 |
| ANALYSIS OF CASH AND CASH EQUIVALENTS | | |
| Bank overdrafts | - | - |
| Deposits, cash in hand and at banks | 17,001 | 18,300 |
| Fixed deposits with licensed banks | 425 | 422 |
| | 17,426 | 18,722 |
| Fixed deposits pledged | (425) | (422) |
| | 17,001 | 18,300 |

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

P.A. RESOURCES BERHAD

200401026104 (664612-X)

(Incorporated in Malaysia)

NOTES TO THE FINANCIAL REPORT

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

1. BASIS OF PREPARATION

The financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial period ended 30 June 2021 which was prepared in accordance with Financial Reporting Standards (“FRS”).

2. SIGNIFICANT ACCOUNTING POLICIES

The Group has adopted the Malaysian Financial Reporting Standards, International Financial Reporting Standards and the provisions of the Companies Act, 2016 in Malaysia for accounting period beginning 1 Jul 2020. As disclosed in the Group’s annual financial statements for the financial statements for the financial year ended 30 June 2021, the following are new/revised accounting standards effective for annual periods beginning on or after 1 July 2020 as follows:

| | |
|----------------------------------------------|-----------------------------------------------------------------------|
| MFRS 9 | Financial Instruments |
| MFRS 15 | Revenue from Contracts with Customers |
| Clarifications to MFRS 15 | Revenue from Contracts with Customers |
| Amendments to MFRS 1 | First-time Adoption of Malaysian Financial Reporting Standards |
| Amendments to MFRS 2 | Classification and Measurement of Share-based Payment Transaction |
| Amendments to MFRS 4 | Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts |
| Amendments to MFRS 128 | Investments in Associates and Joint Ventures |
| Amendments to MFRS 140 | Investment Property (Transfers of Investment Property) |
| IC Interpretation 22 | Foreign Currency Transactions and Advance Consideration |
| Annual Improvements to MFRSs 2014-2016 Cycle | |

The adoption of the other new MFRSs, Amendments/Improvements and IC Int did not have any significant effect on the financial statements of the Company.

3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report for the audited financial statements of the Group for the financial period ended 30 June 2021 was not subject to any qualification.

4. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The business of the Group was not affected materially by any seasonally or cyclical factors for the financial quarter under review.

P.A. RESOURCES BERHAD

200401026104 (664612-X)

(Incorporated in Malaysia)

5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There are no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current financial quarter and financial period-to-date.

6. CHANGES IN ESTIMATES

There were no material changes in the estimates used for the presentation of this interim financial statement.

7. DEBT AND EQUITY SECURITIES

A total of 11,007,100 new ordinary shares were issued following the conversion of 11,007,100 warrants in the financial quarter ended 30 September 2021.

8. DIVIDENDS PAID

No dividend was paid during the current financial period.

9. SEGMENTAL INFORMATION

MFRS 8 requires separate reporting of segmental information for operating segments. Operating segments reflects the Group's management structure and the way financial information is regularly reviewed by the Group's chief operating decision maker, which is defined as the Executive Board.

The Group is focused in six areas of activity, extrusion and fabrication, aluminium billets and tolling, construction contract, renewable energy, money lending and others.

| 3 months period ended 30.09.2021 | Extrusion and fabrication RM'000 | Aluminium billets and tolling RM'000 | Construction RM'000 | Renewable Energy RM'000 | Money Lending RM'000 | Others RM'000 | Total RM'000 |
|-------------------------------------------------|-----------------------------------------------------|---------------------------------------------------------|--------------------------------|----------------------------------------|-------------------------------------|--------------------------|-------------------------|
| Revenue | | | | | | | |
| Total Sales | 69,562 | 29,724 | - | 1 | 69 | - | 99,356 |
| Inter-segment sales | (8,816) | (29,430) | - | - | - | - | (38,246) |
| External sales | 60,746 | 294 | - | 1 | 69 | - | 61,110 |
| Results | | | | | | | |
| Profit from operation | 7,799 | 448 | (1) | 41 | 36 | (183) | 8,140 |
| Finance costs | (31) | (0) | - | (0) | - | - | (31) |
| Taxation | 2,000 | - | - | - | 0 | - | 2,000 |
| Profit after taxation | | | | | | | <u>10,109</u> |

P.A. RESOURCES BERHAD

200401026104 (664612-X)

(Incorporated in Malaysia)

9. SEGMENTAL INFORMATION (Cont'd)

| <u>3 months</u> <u>period ended</u> <u>30.09.2021</u> | Extrusion and fabrication RM'000 | Aluminium billets and tolling RM'000 | Construction RM'000 | Renewable Energy RM'000 | Money Lending RM'000 | Others RM'000 | Total RM'000 |
|----------------------------------------------------------------------------------|-----------------------------------------------------------|---------------------------------------------------------------|--------------------------------------|----------------------------------------------|-------------------------------------------|--------------------------------|-------------------------------|
| Assets | | | | | | | |
| Segment assets | 150,677 | 68,245 | 312 | 1,392 | 4,270 | (22,678) | 202,218 |
| Liabilities | | | | | | | |
| Segment liabilities | (96,660) | (34,116) | (19,444) | (1,986) | (1,553) | 136,991 | (16,768) |
| Other information: | | | | | | | |
| Capital expenditure | 1,099 | 24 | - | - | - | - | 1,123 |
| Depreciation | 1,555 | 183 | - | - | - | - | 1,738 |
| <u>3 months</u> <u>period ended</u> <u>30.09.2020</u> | Extrusion and fabrication RM'000 | Aluminium billets and tolling RM'000 | Construction RM'000 | Renewable Energy RM'000 | Money Lending RM'000 | Others RM'000 | Total RM'000 |
| Revenue | | | | | | | |
| Total Sales | 71,899 | 37,153 | 85 | 1 | 96 | - | 109,234 |
| Inter-segment sales | (9,627) | (36,846) | - | - | - | - | (46,473) |
| External sales | 62,272 | 307 | 85 | 1 | 96 | - | 62,761 |
| Results | | | | | | | |
| Profit from operation | 2,780 | 872 | (5) | (34) | 53 | (90) | 3,576 |
| Finance costs | (127) | (44) | - | (5) | - | 5 | (171) |
| Taxation | - | - | - | - | - | - | - |
| Profit after taxation | | | | | | | 3,405 |
| Assets | | | | | | | |
| Segment assets | 115,007 | 62,051 | 231 | 6,375 | 7,144 | (39,806) | 151,002 |
| Liabilities | | | | | | | |
| Segment liabilities | (96,676) | (35,196) | (20,061) | (6,921) | (4,572) | 141,581 | (21,845) |

P.A. RESOURCES BERHAD

200401026104 (664612-X)

(Incorporated in Malaysia)

9. SEGMENTAL INFORMATION (Cont'd)

| <u>3 months</u> <u>year ended</u> <u>30.09.2020</u> | Extrusion and fabrication RM'000 | Aluminium billets and tolling RM'000 | Construction contract RM'000 | Renewable Energy RM'000 | Money Lending RM'000 | Others RM'000 | Total RM'000 |
|--------------------------------------------------------------------------------|-----------------------------------------------------------|---------------------------------------------------------------|---------------------------------------------------|----------------------------------------------|-------------------------------------------|--------------------------------|-------------------------------|
| Assets | | | | | | | |
| Other information: | | | | | | | |
| Capital expenditure | 1,457 | - | - | - | - | - | 1,457 |
| Depreciation | 1,486 | 184 | - | 0 | 0 | - | 1,670 |

10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no revaluation carried out in the financial period ended 30 September 2021.

11. SUBSEQUENT EVENTS

There were no material events subsequent to the end of the current financial quarter.

12. CHANGES IN COMPOSITION OF THE GROUP

There was no change to the composition of the group during the quarter under review.

13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no material changes in contingent liabilities or contingent assets since the last statement of financial position as at 30 June 2021.

14. CAPITAL COMMITMENTS

There was no material capital commitment for the quarter under review except as below: -

| | RM'000 |
|---------------------------------|---------------|
| Contracted but not provided for | 1,936 |
| Approved but not contracted for | 1,100 |
| | ----- |
| | 3,036 |
| | ===== |

P.A. RESOURCES BERHAD

200401026104 (664612-X)

(Incorporated in Malaysia)

PART B - NOTES PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**15. PERFORMANCE REVIEW**

| | Year To Date | | Year To Date | |
|-------------------------------|---------------|---------------|---------------------------|--------------|
| | 30-Sep | | 30-Sep | |
| | Revenue | | Operating Profit / (Loss) | |
| | 2021 | 2020 | 2021 | 2020 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Extrusion and fabrication | 60,746 | 62,272 | 7,799 | 2,780 |
| Aluminium billets and tolling | 294 | 307 | 448 | 872 |
| Construction | - | 85 | (1) | (5) |
| Renewable energy | 1 | 1 | 41 | (34) |
| Money lending | 69 | 96 | 36 | 53 |
| Others | - | - | (183) | (90) |
| | <u>61,110</u> | <u>62,761</u> | <u>8,140</u> | <u>3,576</u> |

Extrusion and fabrication

Turnover for the period under review was RM60.7m which is slightly lower than the RM62.3m recorded in the corresponding period in the previous year. Operating profits increased to RM7.8m. The improved performance was contributed by among others, foreign exchange losses and use of generating sets in the previous year.

Aluminium billet and tolling

Total internal and external sales for this segment was 20% lower at RM29.4m compared to RM36.8m in the previous year. In line with the lower sales operating profits is 48% lower at RM0.4m compared to RM0.9m previously.

Construction

This segment was dormant during the period under review.

Renewable Energy

This segment was dormant during the period under review. The disposal of a fixed asset resulted in a profit of RM0.04m.

Money Lending

Turnover for this segment was lower at RM0.07m compared to RM0.1m previously. Operating profits was also lower at RM0.04m compared to RM0.05m.

Others

This is mainly due to operating costs in the holding company during the year and inter company cost adjustments.

P.A. RESOURCES BERHAD

200401026104 (664612-X)

(Incorporated in Malaysia)

16. QUARTERLY RESULTS COMPARISON

| | Quarter ended Revenue | | Quarter ended Operating Profit / (Loss) | |
|-------------------------------|--------------------------|-----------------------|--------------------------------------------|-----------------------|
| | 30-Sep-2021 RM'000 | 31-Jun-2021 RM'000 | 30-Sep-2021 RM'000 | 31-Jun-2021 RM'000 |
| Extrusion and fabrication | 60,746 | 72,571 | 7,799 | 6,645 |
| Aluminium billets and tolling | 294 | 341 | 448 | 864 |
| Construction | - | (30) | (1) | 229 |
| Renewable energy | 1 | (4) | 41 | (38) |
| Money lending | 69 | 73 | 36 | (10) |
| Others | - | - | (183) | (209) |
| | <u>61,110</u> | <u>72,951</u> | <u>8,140</u> | <u>7,481</u> |

Extrusion and fabrication

Revenue for the current quarter was RM60.7m compared to RM72.6m in the previous quarter, a drop of 16%. The lower turnover was mainly due to reduced production imposed by the MCO during the quarter. However operating profits was higher at RM7.8m compared to RM6.6m mainly due to extensive cost saving measures implemented.

Aluminium billet and tolling

Total internal and external sales was 21% lower at RM29.4m compared to RM37.1m previously. The lower turnover was also due to the MCO imposed during the quarter under review. In line with the lower turnover, operating profits was also lower at RM0.4m compared to RM0.9m.

Construction

This segment was dormant during the quarter under review.

Renewable Energy

This segment was largely dormant during the quarter under review. This disposal of a fixed asset resulted in a profit of RM0.04m.

Money Lending

Turnover was consistent for the current and previous quarters.

Others

The operating losses is mainly due to administrative expenses incurred by the holding company and inter company costs adjustments.

P.A. RESOURCES BERHAD

200401026104 (664612-X)

(Incorporated in Malaysia)

17. COMING QUARTER PROSPECTS

Extrusion and fabrication

With the lifting of the MCO production is expected to resume to full capacity. This should augur well for the performance of this segment in the coming months.

Aluminium billet and tolling

The performance for this segment is also expected to be positive with the lifting of the MCO.

Construction

This segment is expected to remain dormant for the time being.

Renewable Energy

The segment is also expected to be dormant for the time being.

Money Lending

Revenue and operating profits are expected to remain steady.

18. PROFIT FORECAST OR PROFIT GUARANTEE

No profit forecast or profit guarantee has been issued by the Group.

19. MATERIAL LITIGATION

There were no material litigations during the quarter under review.

20. TAXATION

Taxation was derived from recognition of deferred tax asset of RM2.0mil.

P.A. RESOURCES BERHAD

200401026104 (664612-X)

(Incorporated in Malaysia)

21. STATUS OF CORPORATE PROPOSALS

No new corporate exercise was proposed during the quarter under review.

22. GROUP BORROWINGS

The Group's borrowings as at 30 September 2021 comprise the following: -

| | RM'000 |
|----------------------------|---------------|
| Bank Overdraft (Secured) | 0 |
| Revolving credit (Secured) | 3,000 |
| | <hr/> |
| | <u>3,000</u> |

The above banking facilities of the Group are secured by way of: -

- (a) The Group's freehold land and factory buildings;
- (b) The Group's leasehold land and building;
- (c) Fixed deposits of the Group;
- (d) Corporate guarantee(s) given by the Company; and
- (e) Joint and several guarantees by certain directors.

23. DIVIDEND

No dividend has been recommended for the current financial quarter.

P.A. RESOURCES BERHAD

200401026104 (664612-X)

(Incorporated in Malaysia)

24. EARNINGS PER SHARE

The basic earnings per share for the financial period has been calculated by dividing the net profit/loss after tax and non-controlling interest attributable to shareholders by the weighted average number of ordinary shares in issue after the share consolidation on 08.02.2021

a. Basic earning per share

| | Quarter Ended | | Year To Date | |
|------------------------------------------------------------|---------------|-------------|--------------|-------------|
| | 30-Sep-2021 | 30-Sep-2020 | 30-Sep-2021 | 30-Sep-2020 |
| Net profit attributable to shareholders (RM'000) | 10,109 | 3,405 | 10,109 | 3,405 |
| Weighted average number of ordinary shares in issue ('000) | 1,191,459 | 1,102,393 | 1,191,459 | 1,102,393 |
| Net profit per share (sen) | 0.85 | 0.31 | 0.85 | 0.31 |

b. Diluted earnings per share

Diluted earnings per ordinary share for the financial period is calculated by dividing the profit after tax attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period adjusted for the effects of dilutive potential ordinary shares.

| | |
|----------------------------------------------------------------|-------------------------|
| Net Profit attributable to shareholders (RM'000) | 10,109 |
| Weighted average number of ordinary shares | |
| Weighted average number of ordinary shares in issued ('000) | 1,191,459 |
| Effect of dilutive potential ordinary shares – Warrants ('000) | <u>254,489</u> |
| Weighted average number of ordinary shares | <u>1,445,948</u> |
| Diluted earnings per ordinary share (sen) | <u><u>0.70</u></u> |

25. NET ASSET PER SHARE

The net asset per share has been calculated by dividing the net asset by the weighted average number of ordinary shares in issue after the share consolidation on 08.02.2021.

Net asset per share

| | 30-Sep-2021 | 30-Jun-2021 |
|------------------------------------------------------------|-------------|-------------|
| Net asset per share attributable to shareholders (RM'000) | 191,189 | 178,299 |
| Weighted average number of ordinary shares in issue ('000) | 1,191,459 | 1,161,530 |
| Net asset per share (sen) | 16.05 | 15.35 |

P.A. RESOURCES BERHAD

200401026104 (664612-X)

(Incorporated in Malaysia)

26. PROFIT BEFORE TAXATION

| | Quarter Ended | | 3 Months Ended | |
|-------------------------------------------------------------------------|---------------|--------|----------------|--------|
| | 30-Sep | | 30-Sep | |
| | 2021 | 2020 | 2021 | 2020 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| This is stated after charging: - | | | | |
| Depreciation on property, plant & equipment | 1,634 | 1,670 | 1,634 | 1,670 |
| Depreciation of right of use asset | 104 | 121 | 104 | 121 |
| Foreign exchange losses / (gain) | | | | |
| - realized | (44) | 946 | (44) | 946 |
| - unrealized | (170) | 833 | (170) | 833 |
| Interest expense: | | | | |
| - term loans | 13 | 56 | 13 | 56 |
| - lease liabilities | 9 | 37 | 9 | 37 |
| - bank overdrafts | 9 | 58 | 9 | 58 |
| - trade line facilities | (0) | 21 | (0) | 21 |
| Amount paid/payable to a legal firm in which a director has an interest | | | | |
| - fees | - | - | - | - |
| - others | - | - | - | - |
| Loss/(gain) on disposal of plant and equipment | (55) | (64) | (55) | (64) |
| Provision for Doubtful Debt | - | 85 | - | 85 |
| Plant and equipment written off | - | - | - | - |
| And after crediting: - | | | | |
| - allowance for doubtful debt | 2 | 8 | 2 | 8 |
| - agency fee, net of foreign exchange effect | | | | |
| - miscellaneous | 44 | 306 | 44 | 306 |
| - interest income | 22 | 3 | 22 | 3 |

27. EMPLOYEE SHARE OPTION SCHEME (ESOS)

An ESOS charge of RM1.46 mil was included in the current financial quarter.

28. AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of directors in accordance with a resolution of the directors on 23th November 2021.