



SLP RESOURCES BERHAD
200401025355 (663862-H)
(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

	Note	INDIVIDUAL QUARTER 3 MONTHS		CUMULATIVE QUARTER 9 MONTHS	
		Current Year Quarter 30.09.2020 RM'000	Preceding Year Corresponding Quarter 30.09.2019 RM'000	Current Period To Date 30.09.2020 RM'000	Preceding Year Corresponding Period 30.09.2019 RM'000
Revenue	8	37,113	42,613	106,044	128,904
Profit from operations		6,095	6,516	16,136	19,419
Finance income		196	280	768	859
Finance costs		-	-	-	-
Profit before tax	15	6,291	6,796	16,904	20,278
Tax expense	19	(1,873)	(1,136)	(4,425)	(2,933)
Profit for the period		4,418	5,660	12,479	17,345
Other comprehensive income / (expense), net of tax:					
Fair value of available-for-sale financial assets		-	-	-	-
Foreign currency translation differences		(2,732)	1,195	1,424	1,150
		(2,732)	1,195	1,424	1,150
Total comprehensive income for the period attributable to owners of the Company		1,686	6,855	13,903	18,495
Earnings per share					
Basic (Sen)	29	1.40	1.79	3.94	5.47
Diluted (Sen)		N/A	N/A	N/A	N/A

The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 31 December 2019.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

CONDENSED CONSOLIDATED STATEMENTS ON FINANCIAL POSITION AS AT 30 SEPTEMBER 2020

	Note	As at End of Current Quarter 30.09.2020 RM'000	Audited As at End of Preceding Financial Year 31.12.2019 RM'000
ASSETS			
Non-current Assets			
Property, plant and equipment	20	68,351	71,764
Right-of-use assets		10,408	10,363
Other investments		147	147
Intangible assets		20	20
		78,926	82,294
Current Assets			
Inventories		26,175	29,481
Trade and other receivables	24	32,294	24,325
Current tax assets		-	1,313
Cash and cash equivalents		73,087	74,176
		131,556	129,295
TOTAL ASSETS		210,482	211,589
EQUITY TO OWNERS OF THE COMPANY			
Share capital		113,680	113,680
Reserves		71,851	70,626
TOTAL EQUITY		185,531	184,306
Non-current Liabilities			
Deferred tax liabilities		7,839	7,367
Current Liabilities			
Trade and other payables		10,345	14,821
Current tax liabilities		1,997	341
Derivative financial liabilities	25	16	-
Dividend payable		4,754	4,754
		17,112	19,916
TOTAL LIABILITIES		24,951	27,283
TOTAL EQUITY AND LIABILITIES		210,482	211,589
Net assets per ordinary share attributable to ordinary equity holders of the Company (Sen)		58.5	58.2

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 31 December 2019.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

	<-----Attributable to owners of the Company----->				
	<----- Non- Distributable ----->			Distributable	
	Share capital RM'000	Foreign currency translation reserve RM'000	Fair value reserve RM'000	Retained earnings RM'000	Total RM'000
At 1 January 2020	113,680	(3,499)	(60)	74,185	184,306
Net profit for the period	-	-	-	12,479	12,479
Other comprehensive income for the period	-	1,424	-	-	1,424
Total comprehensive income for the period	-	1,424	-	12,479	13,903
Dividend	-	-	-	(12,678)	(12,678)
At 30 September 2020	113,680	(2,075)	(60)	73,986	185,531
At 1 January 2019	113,680	(2,491)	(21)	70,119	181,287
Net profit for the period	-	-	-	17,345	17,345
Other comprehensive income for the period	-	1,150	-	-	1,150
Total comprehensive income for the period	-	1,150	-	17,345	18,495
Dividend	-	-	-	(12,678)	(12,678)
At 30 September 2019	113,680	(1,341)	(21)	74,786	187,104

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 31 December 2019.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

	PERIOD ENDED	
	30.09.2020	30.09.2019
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	16,904	20,278
Adjustments:		
Depreciation of property, plant and equipment	5,146	4,758
Depreciation of right-of-use assets	116	-
Gain on disposal of property, plant and equipment	(41)	(8)
Dividend income	(2)	(6)
Finance income	(768)	(859)
Impairment loss on trade receivables	20	9
Operating profit before changes in working capital	21,375	24,172
Changes in working capital:		
Inventories	3,588	11,575
Trade and other receivables	(7,782)	2,574
Trade and other payables	(4,597)	(6,400)
Cash generated from operations	12,584	31,921
Income tax (paid) / refunded	(967)	(3,236)
Net cash generated from operating activities	11,617	28,685
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(854)	(8,823)
Proceeds from disposal of property, plant and equipment	48	-
Dividend received	2	6
Interest received	768	859
Net cash generated from / (used in) investing activities	(36)	(7,958)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(12,678)	(12,678)
Net cash used in financing activities	(12,678)	(12,678)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(1,097)	8,049
Effects of foreign exchange rate differences	8	(74)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	74,176	54,248
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	73,087	62,223

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020 (CONT'D)

	PERIOD ENDED	
	30.09.2020	30.09.2019
	RM'000	RM'000
Cash and cash equivalents included in the consolidated statements of cash flows comprise the following statements of financial position amounts:		
Short-term placements in money market with a licensed bank (including Islamic short term placement of RM18.6 million (30.09.2019: RM14.0 million))	29,731	27,747
Short-term deposits with licensed banks	21,070	13,655
Cash and bank balances	22,286	20,821
	73,087	62,223

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 31 December 2019.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

NOTES TO THE INTERIM FINANCIAL STATEMENTS

PART A : EXPLANATORY NOTES PURSUANT TO MFRS 134

1 Basis of preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting in Malaysia and Paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. They do not include all of the information required for full annual financial statements and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2019.

The accounting policies and presentation adopted by the Group for the quarterly financial statements are consistent with those adopted in the Group’s consolidated audited financial statements for the financial year ended 31 December 2019, except for the adoption of the following Amendments effective 1 January 2020:

- Amendments to MFRS 3, Business Combinations – Definition of a Business (effective 1 January 2020)
- Amendments to MFRS 101, Presentation of Financial Statements and MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material (effective 1 January 2020)

The Group has adopted the Amendments that are relevant and effective for accounting periods beginning on or after 1 January, 2020. The adoption of these Amendments has not resulted in any material impact on the financial statements of the Group.

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective and have not been applied by the Group:

- MFRS 17, *Insurance Contracts* (effective 1 January 2021)
- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current* (effective 1 January 2022)
- Amendments to MFRS 10 and MFRS 128, *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Deferred)*

2 Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the preceding audited financial statements of the Company and its subsidiaries for the financial year ended 31 December 2019 were not subject to any qualification.

3 Seasonal or Cyclical Factors

The operations of the Group during the current quarter under review have not been materially affected by any seasonal or cyclical factors.

4 Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

NOTES TO THE INTERIM FINANCIAL STATEMENTS

5 Changes in Estimates

There were no material changes in estimates of amounts reported in prior interim period or financial period that have a material effect in the current quarter under review.

6 Changes in Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter under review.

7 Dividends Paid

A first interim single-tier tax exempt dividend of 1.0 sen per share in respect of financial year ending 31 December 2020 was declared by the Board on 13 May 2020 and subsequently paid on 03 July 2020.

A second interim single-tier tax exempt dividend of 1.5 sen per share in respect of financial year ending 31 December 2020 was declared by the Board on 7 August 2020 and subsequently paid on 08 October 2020.

8 Operating segments

The Group is principally involved in the manufacturing and sale of plastic packaging and its related products and trading of polymer products. Operating segment information has therefore not been prepared as the Group's revenue and operating profit before tax are mainly confined to one operating segment.

In presenting information on the basis of geographical segments, segment revenue is based on geographical location of customers as follows:

	INDIVIDUAL QUARTER 3 MONTHS				CUMULATIVE QUARTER 9 MONTHS			
	Current Year Quarter 30.09.2020		Preceding Year Corresponding Quarter 30.09.2019		Current Period To Date 30.09.2020		Preceding Year Corresponding Period 30.09.2019	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Malaysia	21,585	58%	16,131	38%	56,413	53%	50,315	39%
Japan	12,072	33%	17,968	42%	39,564	37%	54,848	43%
European countries	-	0%	1,559	4%	133	*0%	5,180	4%
Australia	2,711	7%	3,822	9%	5,212	5%	9,454	7%
Other countries	745	2%	3,133	7%	4,722	5%	9,107	7%
Total	37,113	100%	42,613	100%	106,044	100%	128,904	100%

*Negligible

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

NOTES TO THE INTERIM FINANCIAL STATEMENTS

9 Valuation of Property, Plant and Equipment

The valuations of land and building have been brought forward, without amendment from the annual financial statements for the year ended 31 December 2019. There were no valuations of property, plant and equipment during the current quarter under review.

10 Events Subsequent to the Balance Sheet Date

On 16 March 2020, the Malaysian Government issued the Movement Control Order pursuant to the Prevention and Control of Infectious Diseases Act 1988 and the Police Act 1967 for a period of 2 weeks from 18 March 2020 and further extended it to 31 December 2020 as one of the measures to address and contain the outbreak.

The Group was granted approval by Ministry of International Trade And Industry (MITI) to operate with several conditions such as to reduce a certain percentage of workforce prior to 28 April 2020. On 28 April 2020, MITI granted permission to the Group to fully restore their production capacity. The Group continues to adhere to the health and safety requirements and Standard Operating Procedures imposed by the authorities since the implementation of the MCO.

A few initiatives have been taken by the Group to assess the financial impact caused by Covid-19 and the Group will continue to monitor and manage the operations to minimise any potential impact.

11 Changes in the Composition of the Group

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

12 Changes in contingent liabilities or contingent assets

The Company has provided corporate guarantees to financial institutions for banking facilities granted to its subsidiaries collectively up to limits of RM56 million as at 30 September 2020, of which, approximately RM3.5 million of the total banking facilities was utilised as at 30 September 2020, The Company has also issued corporate guarantees to non-financial institutions for the supply of goods and services provided to subsidiaries collectively amounting to RM4.5 million as at 30 September 2020.

13 Capital Commitments

Capital commitments for the purchase of property, plant and equipment as at the end of the current quarter was as follows:

	Total RM'000
Approved and contracted for:	
Property, plant and equipment	260
	=====

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

NOTES TO THE INTERIM FINANCIAL STATEMENTS

14 Significant related party transactions

There were no significant transactions entered into between the Group and other related parties during the current year under review except the following:

	Current Year-To-Date RM'000
Sales of plastic films and plastic bags to a company controlled by a Director	<u>708</u>

PART B : EXPLANATORY NOTES PURSUANT TO BURSA MALAYSIA LISTING REQUIREMENTS: CHAPTER 9, APPENDIX 9B, PART A

15 Review of Performance

	INDIVIDUAL QUARTER 3 MONTHS			CUMULATIVE QUARTER 9 MONTHS		
	Current Year Quarter 30.09.2020 RM'000	Preceding Year Corresponding Quarter 30.09.2019 RM'000	Variance %	Current Period To Date 30.09.2020 RM'000	Preceding Year Corresponding Period 30.09.2019 RM'000	Variance %
Revenue	37,113	42,613	(12.9%)	106,044	128,904	(17.7%)
Profit Before Tax	6,291	6,796	(7.4%)	16,904	20,278	(16.6%)
Profit After Tax	4,418	5,660	(21.9%)	12,479	17,345	(28.1%)
Profit Before Tax Margin	17.0%	15.9%	1.1%	15.9%	15.7%	0.2%
Profit After Tax Margin	11.9%	13.3%	(1.4%)	11.8%	13.5%	(1.7%)

For the current quarter ended 30 September 2020, the Group recorded revenue of RM37.1 million, a decrease of 12.9% from RM42.6 million recorded in the corresponding quarter last year. This was due to lower sales and sales volume of flexible plastic packaging products for export markets due to the outbreak of novel coronavirus (Covid-19) which had disrupted the global supply-chain system after the implementation of 'lockdowns' by the affected countries.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

NOTES TO THE INTERIM FINANCIAL STATEMENTS

15 Review of Performance (Cont'd)

In tandem with lower revenue, the Group posted lower Profit Before Tax (PBT) of RM6.3 million, a decrease of RM0.5 million or 7.4% from RM6.8 million of PBT recorded in the corresponding quarter last year. Notwithstanding with lower PBT recorded, the PBT margin has increased 1.1% from 15.9% to 17%. This is attributed to lower material cost. With lower PBT, the Group recorded lower Profit After Tax (PAT) of RM4.4 million, a decrease of 21.9% from RM5.7 million recorded in the corresponding quarter last year. This bigger proportion of decrease in PAT when compared to the proportion of decrease in PBT in the current quarter was due to tax incentive in the form of Reinvestment Allowance (RA) on capital expenditure enjoyed by the subsidiaries of the Group in the corresponding quarter last year.

For the 9-months period ended 30 September 2020, the Group recorded lower revenue of RM106 million, a decrease of 17.7% from RM128.9 million recorded in the corresponding period last year. This is largely due to lower sales and sales volume of flexible plastic packaging products for export markets as explained above.

With lower revenue, the Group posted lower PBT of RM16.9 million, a decrease of 16.6% from RM20.3 million recorded in the corresponding period last year. Lower materials' cost have cushioned off the impact from the incremental labour cost, hence the Group PBT margin is relatively stable compared with the corresponding period last year. In tandem with lower PBT, the Group posted lower PAT of RM12.5 million, a decrease of 28.1% from RM17.3 million recorded in the corresponding period last year. The larger proportion of decrease in PAT in the current period when compared to the proportion of decrease in PBT was because of the absence of RA incentive due to no major expansion expenditures in the current period ended 30 September 2020.

16 Comment on material change in profit before tax

	Current Quarter 30.09.2020 RM'000	Preceding Quarter 30.06.2020 RM'000	Variance	
			RM'000	%
Revenue	37,113	34,804	2,309	6.6%
Profit Before Tax	6,291	5,406	885	16.4%
Profit After Tax	4,418	4,099	319	7.8%
Profit Before Tax Margin	17.0%	15.5%	-	1.5%
Profit After Tax Margin	11.9%	11.8%	-	0.1%

For the current quarter ended 30 September 2020, the Group recorded revenue of RM37.1 million, an increase of 6.6% when compared to RM34.8 million recorded in the preceding quarter due to increase in sales for plastic resins. As a result, the Group posted higher PBT of RM6.3 million, an increase of RM0.9 million or 16.4% from RM5.4 million of PBT recorded in the preceding quarter.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

NOTES TO THE INTERIM FINANCIAL STATEMENTS

17 Current year prospects

Despite the fact that borders and boundaries still remain closed, signs of gradual improvements in business activities are seen, as the year end festive seasons draw near, especially in Australia, New Zealand and Japan. However, the Group is also mindful of the current pandemic situation, in most parts of the world where a third wave of the Covid-19 has brought about an increasing number of cases, some countries have restricted their economic and social activities again, including Malaysia. Other factors such as lack of moratorium measures and slow recovery of consumer confidence could have led to more volatile business environment. Going forward, the Group shall take prudent measures to enhance safety of its employees, mitigate business risks, strengthen internal controls and among others, to sustain the businesses during this time of uncertainty.

18 Variance between Actual Profit and Forecast Profit

Not applicable.

19 Taxation

	INDIVIDUAL QUARTER 3 MONTHS		CUMULATIVE QUARTER 9 MONTHS	
	Current Year Quarter 30.09.2020 RM'000	Preceding Year Corresponding Quarter 30.09.2019 RM'000	Current Period To Date 30.09.2020 RM'000	Preceding Year Corresponding Period 30.09.2019 RM'000
Income tax				
Current year	1,431	689	3,732	2,351
Prior year	221	(135)	221	(135)
	1,652	554	3,953	2,216
Deferred tax				
Current year	221	582	472	717
Prior year	-	-	-	-
	1,873	1,136	4,425	2,933

Effective tax rate in the current year quarter and financial year-to-date is 24%.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

NOTES TO THE INTERIM FINANCIAL STATEMENTS

20 Property, plant and equipment

During the period ended 30 September 2020, the Group has acquired / disposed the following assets:

	30.09.2020	
	Acquisition of assets RM'000	Disposal of assets RM'000
Plant, machinery and factory equipment	774	-
Motor Vehicle	75	(7)
Office furniture and equipment	5	-
	854	(7)

21 Unquoted investments and properties

There were no purchases or sale of unquoted investment or properties for the current quarter under review.

22 Quoted securities

There were no acquisitions or disposals of quoted securities for the current quarter under review and the financial year-to-date.

23 Borrowings and debt Securities

There were no outstanding bank loans and borrowings.

24 Trade and other receivables

	30.09.2020	31.12.2019
	RM'000	RM'000
Trade		
Trade receivables (net of impairment)	25,850	22,910
Amount due from a company controlled by a Director	536	406
Non-trade		
Other receivables	555	643
Deposits	16	63
Prepayments	5,337	303
	32,294	24,325

Included in other receivables of the Group are tax refundables amounting to RM Nil million (31.12.2019: RM0.4 million).

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

NOTES TO THE INTERIM FINANCIAL STATEMENTS

24 Trade and other receivables (Cont'd)

Included in prepayments of the Group are RM Nil million and RM4.9 million (31.12.2019: RM0.05 million and RM Nil million) representing advance payments to suppliers for purchases of plant and machinery and raw materials respectively.

The ageing analysis of the Group's trade receivables (net of impairment) as at 30 September 2020 is as follows:

	RM'000
Not past due	18,682
Past due 0 – 30 days	5,568
Past due 31 – 120 days	2,136
Past due more than 120 days	-
	<u>26,386</u>

25 Derivative financial instruments

Forward foreign exchange contracts are entered into by the Group in currencies other than functional currency to manage exposure to fluctuations in foreign currency exchange rates on specific transactions. In general, the Group's policy is to hedge excess amounts of receivables in foreign currencies after netting off the amounts of payables in the same foreign currencies. As at 30 September 2020 the Group's open forward contracts entered into as hedges of anticipated future transactions are as follows:

Derivatives	Contract or Notional Amount RM'000	Fair Value Net loss RM'000
Currency forward contract: Less than 1 year	4,245	(16)

Derivatives financial instruments that are not designated or do not qualify for hedge accounting are categorised as fair value through profit or loss account and measured at their fair value with the gain or loss recognized in the profit or loss account. The Group will fund the requirements of these derivatives from its net cash flow from operating activities when payments fall due.

The Group's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group's businesses whilst managing its interest rate risk, credit risk, liquidity risk and foreign currency risk. There is no change in the significant policy for mitigating or controlling the interest rate risk, credit risk, liquidity risk and foreign currency risk for the Group nor the related accounting policies for the financial period ended 30 September 2020. Other related information associated with the financial instruments are consistent with the disclosures in the audited financial statements for the financial year ended 31 December 2019.

26 Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk as at the end of current quarter to the date of this quarterly report.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

NOTES TO THE INTERIM FINANCIAL STATEMENTS

27 Material Litigation

There was no pending material litigation against the Group as at the date of this quarterly report.

28 Proposed Dividend

Details of the dividends under the single-tier system approved and declared by the Board of Directors are as follows:

30.09.2020

Third Interim Dividend

Dividend for the financial year ending	31 December 2020
Declared on	6 November 2020
Dividend per share	1.5 sen
Entitlements to dividends based on record of Depositors as at	8 December 2020
Date payable	6 January 2021

29 Earnings Per Share

	Individual Quarter 3 MONTHS		Cumulative Quarter 9 MONTHS	
	Current Year Quarter 30.09.2020	Preceding Year Corresponding Quarter 30.09.2019	Current Period To Date 30.09.2020	Preceding Year Corresponding Period 30.09.2019
BASIC EARNINGS PER SHARE				
Profit attributable to owners of the Company (RM'000)	4,418	5,660	12,479	17,345
Weighted average number of ordinary shares in issue ('000)	316,960	316,960	316,960	316,960
Basic Earnings per Share (sen)	1.40	1.79	3.94	5.47

There was no dilution in the earning per share as there was no potential diluted ordinary share outstanding as at the end of the current quarter under review.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

NOTES TO THE INTERIM FINANCIAL STATEMENTS

30 Notes to the Statement of Comprehensive Income

	Individual Quarter 3 MONTHS		Cumulative Quarter 9 MONTHS	
	Current Year Quarter 30.09.2020 RM'000	Preceding Year Corresponding Quarter 30.09.2019 RM'000	Current Period To Date 30.09.2020 RM'000	Preceding Year Corresponding Period 30.09.2019 RM'000
Profit from operations for the period is arrived at after charging the following items:				
Depreciation and amortisation	1,700	1,603	5,146	4,758
Depreciation of right-of-use assets	39	-	116	-
Impairment loss on trade receivables	16	2	20	9
Loss on derivative – unrealised	16	-	16	-
Net foreign exchange loss	70	71	22	115
and after crediting the following items:				
Dividend income	1	2	2	6
Interest income	196	280	768	859
Gain on disposal of property, plant and equipment	41	-	41	8
Gain on derivative – unrealised	-	14	-	-

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

31 Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Board.