



TIEN WAH PRESS HOLDINGS BERHAD
Registration No.: 199501011233 (340434-K)

Quarterly report on consolidated results for the nine months ended 30 September 2021

The figures have not been audited.

PART A2: SUMMARY OF KEY FINANCIAL INFORMATION

	INDIVIDUAL QUARTER		Changes (Amount/ %)	CUMULATIVE QUARTER		Changes (Amount/ %)	
	CURRENT YEAR QUARTER 30 September 2021 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 September 2020 RM'000		CURRENT YEAR TO DATE 30 September 2021 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30 September 2020 RM'000		
1	Revenue	58,259	64,856	(10.2%)	192,846	222,356	(13.3%)
2	Profit/(Loss) before tax	1,853	(604)	(406.8%)	10,297	5,976	72.3%
3	Profit/(Loss) for the period	1,425	(727)	(296.0%)	8,687	4,795	81.2%
4	Profit/(Loss) attributable to ordinary equity holders of the Company	1,765	(989)	(278.5%)	8,938	1,277	599.9%
5	Basic earnings/(loss) per share (sen)	1.22	(0.68)	(279.4%)	6.18	0.88	602.3%
6	Proposed / Declared Dividend per share (sen)	0.00	0.00	NA	2.80	0.00	NA
		AS AT END OF CURRENT QUARTER			AS AT PRECEDING FINANCIAL YEAR END		
	Net assets per share attributable to ordinary equity holders of the Company (RM)	2.00			1.94		
7	Remarks :						

PART A3: ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		Changes (Amount/ %)	CUMULATIVE QUARTER		Changes (Amount/ %)	
	CURRENT YEAR QUARTER 30 September 2021 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 September 2020 RM'000		CURRENT YEAR TO DATE 30 September 2021 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30 September 2020 RM'000		
1	Gross interest income	32	46	(30.4%)	85	142	(40.1%)
2	Gross interest expense	(984)	(1,648)	(40.3%)	(3,236)	(5,677)	(43.0%)
Remarks :							



TIEN WAH PRESS HOLDINGS BERHAD

Registration No.: 199501011233 (340434-K)

**INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2021**

	2021 Current Quarter Ended 30 September (RM '000)	2020 Comparative Quarter Ended 30 September (RM '000)	Changes (Amount / %)	2021 Cumulative Nine months Ended 30 September (RM '000)	2020 Cumulative Nine months Ended 30 September (RM '000)	Changes (Amount / %)
Revenue	58,259	64,856	(10.2%)	192,846	222,356	(13.3%)
Cost of sales	(50,561)	(56,539)	(10.6%)	(161,966)	(196,457)	(17.6%)
Gross profit	7,698	8,317	(7.4%)	30,880	25,899	19.2%
Other income	1,386	1,391	(0.4%)	4,416	15,828	(72.1%)
Distribution expenses	(1,397)	(656)	113.0%	(3,686)	(2,622)	40.6%
Administrative expenses	(5,716)	(6,093)	(6.2%)	(17,700)	(21,098)	(16.1%)
Other expenses	(276)	(1,777)	(84.5%)	(970)	(5,795)	(83.3%)
Results from operating activities	1,695	1,182	43.4%	12,940	12,212	6.0%
Finance income	32	46	(30.4%)	85	142	(40.1%)
Finance costs	(984)	(1,648)	(40.3%)	(3,236)	(5,677)	(43.0%)
Operating profit/(loss)	743	(420)	(276.9%)	9,789	6,677	46.6%
Share of gain/(loss) of equity-accounted joint venture, net of tax	1,110	(184)	(703.3%)	508	(701)	(172.5%)
Profit/(Loss) before tax	1,853	(604)	(406.8%)	10,297	5,976	72.3%
Taxation	(428)	(123)	248.0%	(1,610)	(1,181)	36.3%
Profit/(Loss) for the period	1,425	(727)	(296.0%)	8,687	4,795	81.2%
Profit/(Loss) for the period attributable to:						
Owners of the Company	1,765	(989)	(278.5%)	8,938	1,277	599.9%
Non-controlling interests	(340)	262	(229.8%)	(251)	3,518	(107.1%)
Profit/(Loss) for the period	1,425	(727)	(296.0%)	8,687	4,795	81.2%
Earnings/(Loss) per ordinary share :						
-basic (sen)	<u>1.22</u>	<u>(0.68)</u>		<u>6.18</u>	<u>0.88</u>	

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2020)



TIEN WAH PRESS HOLDINGS BERHAD
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INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2021

	2021 Current Quarter Ended 30 September (RM '000)	2020 Comparative Quarter Ended 30 September (RM '000)	2021 Cumulative Nine months Ended 30 September (RM '000)	2020 Cumulative Nine months Ended 30 September (RM '000)
Profit/(Loss) for the period	1,425	(727)	8,687	4,795
Items that are or may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations	2,424	(8,771)	7,824	2,128
Total comprehensive income/(loss) for the period, net of tax	<u>3,849</u>	<u>(9,498)</u>	<u>16,511</u>	<u>6,923</u>
Total comprehensive income/(loss) attributable to:				
Owners of the Company	3,487	(7,769)	15,503	3,819
Non-controlling interests	362	(1,729)	1,008	3,104
Total comprehensive income/(loss) for the period, net of tax	<u>3,849</u>	<u>(9,498)</u>	<u>16,511</u>	<u>6,923</u>

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2020)



TIEN WAH PRESS HOLDINGS BERHAD
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INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021

	As at 30 September 2021 (RM '000)	As at 31 December 2020 (RM '000)
Assets		
Property, plant and equipment	195,417	206,731
Right-of-use assets	12,871	14,820
Investment properties	353	360
Intangible assets	73,480	73,234
Investments in joint ventures	33,814	33,136
Trade and other receivables	782	988
Deferred tax assets	1,726	1,671
Total non-current assets	318,443	330,940
Inventories	49,750	52,471
Trade and other receivables	70,535	68,266
Contract assets	8,539	8,215
Tax recoverable	806	218
Cash and bank balances	25,209	26,514
Total current assets	154,839	155,684
Total assets	473,282	486,624
Equity		
Share capital	156,187	156,187
Reserves	132,692	125,150
Total equity attributable to owners of the Company	288,879	281,337
Non-controlling interests	44,418	44,260
Total equity	333,297	325,597
Liabilities		
Loans and borrowings	9,240	18,405
Lease liabilities	11,100	13,025
Trade and other payables	34,136	34,241
Contract liabilities	-	-
Employee benefits	2,638	2,112
Provision for liabilities	269	251
Deferred tax liabilities	3,037	3,011
Total non-current liabilities	60,420	71,045
Loans and borrowings	17,367	28,513
Lease liabilities	3,109	2,906
Trade and other payables	57,711	57,975
Contract liabilities	-	77
Tax payable	1,378	511
Total current liabilities	79,565	89,982
Total liabilities	139,985	161,027
Total equity and liabilities	473,282	486,624

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2020)



TIEN WAH PRESS HOLDINGS BERHAD
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INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021

	Attributable to Equity Holders of the Company				Total (RM '000)	Non-controlling Interest (RM '000)	Total Equity (RM '000)
	Share Capital (RM '000)	Translation Reserve (RM '000)	Other Reserve (RM '000)	Retained Earnings (RM '000)			
At 1 January 2021	156,187	20,355	279	104,516	281,337	44,260	325,597
Foreign currency translation differences for foreign operations	-	6,565	-	-	6,565	1,259	7,824
Total other comprehensive income for the period	-	6,565	-	-	6,565	1,259	7,824
Profit/(Loss) for the period	-	-	-	8,938	8,938	(251)	8,687
Total comprehensive income for the period	-	6,565	-	8,938	15,503	1,008	16,511
Dividend to owners of the Company	-	-	-	(7,961)	(7,961)	-	(7,961)
Dividend to non-controlling interest	-	-	-	-	-	(850)	(850)
Total transactions with owners of the Company	-	-	-	(7,961)	(7,961)	(850)	(8,811)
At 30 September 2021	156,187	26,920	279	105,493	288,879	44,418	333,297
At 1 January 2020	156,187	22,547	-	113,654	292,388	43,778	336,166
Foreign currency translation differences for foreign operations	-	2,542	-	-	2,542	(414)	2,128
Total other comprehensive income/(loss) for the period	-	2,542	-	-	2,542	(414)	2,128
Profit for the period	-	-	-	1,277	1,277	3,518	4,795
Total comprehensive income for the period	-	2,542	-	1,277	3,819	3,104	6,923
Dividend to owners of the Company	-	-	-	(7,961)	(7,961)	-	(7,961)
Dividend to non-controlling interest	-	-	-	-	-	(3,191)	(3,191)
Total transactions with owners of the Company	-	-	-	(7,961)	(7,961)	(3,191)	(11,152)
At 30 September 2020	156,187	25,089	-	106,970	288,246	43,691	331,937

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2020)



TIEN WAH PRESS HOLDINGS BERHAD

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**INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021**

	2021 Nine months ended 30 September RM '000	2020 Nine months ended 30 September RM '000
Cash flows from operating activities		
Profit before tax	10,297	5,976
Adjustments for :		
- Amortisation of intangible assets	1,983	1,893
- Depreciation of property, plant and equipment and right-of-use assets	27,491	32,293
- Gain on disposal of property, plant and equipment	-	(255)
- Gain on modification/termination of MFRS16 leases	(3)	(35)
- Impairment loss on property, plant and equipment	-	-
- (Reversal of written off)/written off inventories	(176)	45
- Allowance for/(reversal of) impairment of inventories	88	(201)
- Finance costs	2,423	4,708
- Interest expense on lease liabilities	813	969
- Finance income	(85)	(142)
- Share of (gain)/loss of equity-accounted joint venture, net of tax	(508)	701
- Employee benefits	826	1,755
- Reversal on receivables	-	-
- Other non-cash items	(2,304)	2,222
Operating profit before changes in working capital	40,845	49,929
-Changes in inventories	3,779	32,014
-Changes in trade and other receivables	(165)	13,289
-Changes in trade and other payables	(5,110)	(40,626)
Cash generated from operations	39,349	54,606
- Interest received	85	142
- Interest paid on lease liabilities	-	-
- Employee benefits used	(285)	(1,630)
- Income tax (paid)/refunded	(1,150)	804
Net cash from operating activities	37,999	53,922
Cash flows from investing activities		
- Acquisition of property, plant and equipment	(7,381)	(8,155)
- Investment in joint venture	-	-
- Proceeds from disposal of property, plant and equipment	-	330
- Placement of deposit with maturity periods more than 3 months	(2)	(3)
Net cash used in investing activities	(7,383)	(7,828)
Cash flows from financing activities		
- Proceeds from loans and borrowings	4,584	79,436
- Dividend paid to owners of the Company	(7,961)	(7,961)
- Dividend paid to non-controlling interest	(850)	(3,191)
- Interest paid	(2,417)	(4,708)
- Repayment of lease liabilities	(2,980)	(2,759)
- Repayment of loans and borrowings	(26,187)	(122,723)
- Advance from/(Repayment to) ultimate holding company	2,909	(3,585)
Net cash used in financing activities	(32,902)	(65,491)
Net decrease in cash & cash equivalents	(2,286)	(19,397)
Effect of exchange rate fluctuations on cash held	979	(2,150)
Cash & cash equivalents at 1 January	26,392	35,485
Cash & cash equivalents at 30 September	25,085	13,938
Cash & cash equivalents		
Cash & cash equivalents included in the condensed consolidated statement of cash flows comprise the following:		
	As at 30 September 2021 RM '000	As at 30 September 2020 RM '000
Cash and bank balances	16,779	10,567
Short term investments	8,306	3,371
Deposits with licensed banks	124	122
	25,209	14,060
Less: Deposit with maturity periods more than 3 months	(124)	(122)
	25,085	13,938

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2020)



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Notes to the Interim Financial Statements for the quarter and nine months ended 30 September 2021

A. EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of Preparation

These condensed consolidated interim financial statements have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRSs”) 134, *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2020.

The accounting policies and methods of computation adopted by the Group in this interim financial statement are consistent with those adopted in the financial statements for the year ended 31 December 2020 except for the following standards, amendments and interpretations which are effective from the annual financial periods beginning on or after 1 January 2021:

MFRSs, Interpretations and Amendments effective for annual financial periods beginning on or after 1 January 2021

- Amendments to MFRS 9 *Financial Instruments*, MFRS 139 *Financial Instruments: Recognition and Measurement*, MFRS 7 *Financial Instruments: Disclosures*, MFRS 4 *Insurance contracts* and MFRS 16 *Leases - Interest Rate Benchmark Reform-Phase 2*

MFRSs, interpretations and amendments effective for annual financial periods beginning on or after 1 April 2021

- Amendments to MFRS 16 *Leases – Covid-19-Related rent concessions beyond 30 June 2021*

A2. Significant Accounting Policies

At the date of authorisation of these interim financial statements, the following MFRSs, Amendments to MFRSs and Issues Committee (“IC”) Interpretations were issued but not yet effective:-

MFRSs, interpretations and amendments effective for annual financial periods beginning on or after 1 January 2022

- Amendments to MFRS 3, *Business Combinations – Reference to the Conceptual Framework*
- Amendments to MFRS 116, *Property, Plant and Equipment - Property Plant and Equipment — Proceeds before Intended Use*
- Amendments to MFRS 137, *Provisions Contingent Liabilities and Contingent Assets - Onerous Contracts—Cost of Fulfilling a Contract*

MFRSs, Interpretations and Amendments effective for annual financial periods beginning on or after 1 January 2023

- MFRS 17, *Insurance contracts* and Amendments to MFRS 17, *Insurance contracts*
- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies*



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- 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 financial periods beginning on or after a date yet to be confirmed

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

The initial application of the abovementioned accounting standards, amendments or interpretations is not expected to have any material financial impact to the financial statements of the Group.

A3. Seasonal or Cyclical Nature of Operations

The operations of the Group were not affected by seasonal or cyclical factors.

A4. Items of Unusual Nature

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial year-to-date.

A5. Changes in Estimates of Amounts Reported

There were no changes in estimates of amounts reported in prior financial year that have a material effect in the current financial year-to-date.

A6. Changes in Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt, treasury shares and equity securities for the current financial year-to-date.

A7. Dividends Paid

Total dividends paid out of the shareholders' equity for the ordinary shares were as follows:-

	Nine months ended 30 September	
	2021	2020
	RM'000	RM'000
Final Dividend paid on 30 July 2021 In respect of the financial year ended 31 December 2020 – single-tier dividend of 5.50 sen per share	7,961	
Final Dividend paid on 28 August 2020 In respect of the financial year ended 31 December 2019 – single-tier dividend of 5.50 sen per share		7,961
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	7,961	7,961



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A8. Operating Segments

The Group takes the view that there is effectively only one segment as both the printing business and trading activities are inter-twined and all purchases for the trading activities are from companies within the Group.

Other non-reportable segments comprise operations related to investment holdings and property investments.

	Nine months ended 30 September	
	2021	2020
	RM'000	RM'000
<i>Included in the measure of segment profit are:</i>		
Revenue from external customers	192,846	222,356
Segment profit	41,293	46,761
Segment assets	341,483	419,895
Segment liabilities	(301,742)	(351,621)

	Nine months ended 30 September	
	2021	2020
	RM'000	RM'000
Reconciliation of reportable segment profit or loss		
Total profit for reporting segments	41,293	46,761
Other non-reportable segments	16,331	18,457
Elimination of inter-segment profits	(15,210)	(18,820)
Depreciation and amortization	(29,474)	(34,186)
Finance costs	(3,236)	(5,677)
Finance income	85	142
Share of gain/(loss) of joint venture not included in reportable segments	508	(701)
Consolidated profit before tax	10,297	5,976

A9. Material Events Subsequent to the End of Quarterly Period

There were no material events not reflected in the interim financial statements subsequent to the balance sheet date.

A10. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial year-to-date including business combination, acquisition or disposal of subsidiaries and long-term investments, restructuring and discontinuing operations.



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A11. Changes in Contingent Liabilities

There were no material changes to contingent liabilities disclosed in the last audited financial statements as at 31 December 2020.

A12. Capital Commitments

	As at 30 September 2021 RM'000
Property, plant and equipment	
- Contracted but not provided for	617

A13. Related Party Transactions

For the purposes of these interim financial statements, parties are considered to be related to the Group, if the Group has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

The following transactions have been entered into with related parties that were necessary for the day-to-day operations in the ordinary course of business and are transacted on negotiated and arm's length basis.

	Nine months ended 30 September 2021 RM'000
Ultimate holding corporation	
- Management fees expense	2,466
- Interest expense	732
Related companies	
- Sales	(5,982)
- Purchases	19,361
- Rental of warehouse expenses	288
- Sales of scrap paper	(1,377)
Joint venture companies	
- Sales	(536)
- Purchases	252
- Administrative fees	(11)
- Rental expenses	83



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A14. Fair value information

The carrying amounts of cash and cash equivalents, short term receivables and payables and short-term borrowings reasonably approximate their fair values due to the relatively short-term nature of these financial instruments.

The Group uses the following hierarchy in determining the fair value of all financial instruments at fair value:-

Level 1: Fair value is derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

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.

As at 30 September 2021, the Group held the following financial instruments carried at fair value by level of fair value hierarchy:-

	Level 1	Level 2	Level 3	Total fair value
	RM'000	RM'000	RM'000	RM'000
Non-financial assets:				
Asset for which fair value is disclosed:				
- Investment property	-	-	751	751
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Financial assets:				
Short term investments				
- Unit trust funds (quoted)	-	8,306	-	8,306
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B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

(a) Current Quarter against Previous Year Corresponding Quarter

Revenue

The Group's revenue for the third quarter ended 30 September 2021 ("3Q21") of RM58.3 million was 10.2% lower (RM6.6 million) compared to the corresponding quarter in the previous year ("3Q20") of RM64.9 million. The current quarter revenue were affected mainly by lower demand in cigarette related packaging products from our Indonesia operation.

Profit/Loss before tax

Despite the RM6.6 million drop in revenue, overall, the Group achieved a RM2.5 million higher profit before tax in 3Q21 of RM1.9 million compared to a loss before tax in 3Q20 of RM0.6 million. Borrowing has been reduced from RM63.8 million as at 30 September 2020 to RM26.6 million as at 30 September 2021 which resulted in a finance cost saving of RM0.6 million for the current quarter compared to third quarter in 2020. In addition, in 3Q2021 the Group recorded its share of gain from disposal of a building by its joint venture Toyo (Viet) - DOFICO Print Packaging Co. Ltd ("TVDP") amounting to RM1.3 million.

(b) Current Year-to-date against Previous Year-to-date

Revenue

Group's revenue for the nine months ended 30 September 2021 of RM192.9 million was RM29.5 million or 13.3% lower than the previous corresponding period of RM222.4 million mainly due to lower demand in cigarette related packaging products.

Profit before tax

Profit before tax for the nine months ended 30 September 2021 increased by RM4.3 million to RM10.3 million as compared to the previous corresponding period profit before tax of RM6.0 million. Despite the reduction in revenue, this better year-to-date Profit before tax was mainly as a result of finance cost saving of RM2.3 million borrowings has been reduced and the one-off gain from disposal of a building by TVDP as stated above.

B2. Variation of Results against Preceding Quarter

Revenue

The Group's revenue for the 3Q21 was lower by 15.1% (RM10.4 million) at RM58.3 million from RM68.7 million in the preceding quarter ("2Q21"). The current quarter results were affected by lower demand in certain cigarette brand related packaging products.

Profit before tax

In line with the lower revenue, the Group reported a lower profit before tax of RM1.9 million in 3Q21 as compared to profit before tax of RM4.5 million in 2Q21 despite the contribution from the one-off gain from disposal of a building by TVDP in 3Q2021.

B3. Prospects

The COVID-19 pandemic impact on the business remains challenging. The Board is confident the current strategies will yield improved results when demand picks up. The Group will continue to focus on seeking organic growth via new customers.



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B4. Profit Forecast

None.

B5. Tax Expense

	Current quarter ended 30 September		Nine months ended 30 September	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
Income tax expense				
- Current year	274	(5)	1,411	676
- Prior year	213	-	213	-
Deferred tax				
- Origination and reversal of temporary differences	(59)	128	(14)	505
	428	123	1,610	1,181

The Group's effective tax rate for the nine months ended 30 September 2021 was lower than the Malaysian statutory tax rate of 24%, due to effects of lower tax rates in certain tax jurisdictions and effects of certain foreign sourced income which are not subject to tax.

B6. Status of corporate proposals announced

Except as disclosed below, there were no other corporate proposals announced but not completed as at to-date:-

On 20 March 2018, the Company had announced that the Parties (the Company, Dong Nai Food Industrial Corporation ("DOFICO") and Toyo (Viet) - DOFICO Print Packaging Co. Ltd. ("TVDP") are collectively referred to as "the Parties") entered into a termination agreement ("Termination Agreement") to mutually agreed to terminate the strategic joint venture agreement ("JVA") dated 24 May 2015. DOFICO shall transfer the 50% of the total charter capital of TVDP ("Capital Contribution") and all rights and interests thereof to TWPH and TWPH agreed to acquire the 50% of the total charter capital of TVDP from DOFICO at the cash consideration of USD1,629,762 (equivalent to RM6,372,369 based on exchange rate of USD1.00 to RM3.91 as at 20 March 2018) ("Termination and Acquisition of Capital Contribution").

The completion of the termination of Joint Venture agreement with DOFICO and acquisition of the remaining 50% shares held by DOFICO in TVDP is pending the issuance of an amended investment certificate by the State Authority of Vietnam.

On 14 July 2021, the Company had announced that TVDP had ceased its operation since 14 July 2021 and will be automatically liquidated as its Investment and Business License expired on 14 July 2021 in accordance with the Vietnam Law.



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B7. Borrowings and Debt Securities

	As at 30 September 2021		
	Secured RM'000	Unsecured RM'000	Total RM'000
Short-term borrowings			
Borrowings – Lease liabilities	-	3,109	3,109
Borrowings – Revolving Credits	-	4,518	4,518
Borrowings – Term loan	10,548	-	10,548
Borrowings – Trade facilities	-	2,301	2,301
Sub-totals	10,548	9,928	20,476
As at 30 September 2021			
	Secured RM'000	Unsecured RM'000	Total RM'000
Long-term borrowings			
Borrowings – Lease liabilities	-	11,100	11,100
Borrowings – Term loan	9,240	-	9,240
Sub-totals	9,240	11,100	20,340
Grand total	19,788	21,028	40,816

Group's borrowings in Ringgit Malaysia equivalent analysed by currencies in which the borrowings are denominated were as follows:-

	As at 30 September 2021		
	Long- term borrowings RM'000	Short-term borrowings RM'000	
Ringgit Malaysia	-	249	
United States Dollar	7,356	8,125	Equivalent to USD3.7 million
Indonesian Rupiah	5,488	9,104	Equivalent to IDR49.9 billion
Vietnamese Dong	2,440	2,794	Equivalent to VND28.7 billion
United Arab Emirates Dirham	5,056	204	Equivalent to AED4.6 million
Total	20,340	20,476	



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B8. Derivative Financial instruments

As at 30 September 2021, there were no forward foreign exchange contracts for purchases or sales.

B9. Changes in Material Litigation

As at the date of issuance of this quarterly report, the Company was not engaged in any material litigation.

B10. Dividends

Total dividend declared and paid for the nine months ended 30 September 2021 comprising:

- (a) The Company had on 30 July 2021 paid a final single-tier dividend of 5.50 sen per ordinary share totaling RM7,960,837 in respect of the financial year ended 31 December 2020.
- (b) The Directors declared an interim single-tier dividend of 2.80 sen per ordinary share in respect of the financial year ending 31 December 2021 which was paid on 28 October 2021.
- (c) The Directors do not recommend any interim dividend for the quarter ended 30 September 2021.

B11. Earnings per share

(a) Earnings per share

The calculation of basic earnings per share is based on the net profit attributable to ordinary shareholders over the weighted average number of ordinary shares outstanding.

	Nine months ended 30 September	
	2021	2020
Profit attributable to equity holders of the Company (RM'000)	8,938	1,277
Weighted average number of ordinary shares in issue ('000)	144,743	144,743
Basic earnings per share (sen)	6.18	0.88

(b) Diluted earnings per share

Not applicable for the Group.

B12. Auditor's Report on Preceding Annual Financial Statements

The auditor's report on the audited annual financial statements for the financial year ended 31 December 2020 was unqualified.



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B13. Profit for the period

	Current quarter ended 30 September 2021 RM'000	Nine months ended 30 September 2021 RM'000
Profit for the period is arrived at after charging/(crediting):-		
Amortisation of intangible assets	670	1,983
Depreciation of property, plant and equipment and right-of-use assets	8,220	27,491
(Reversal of)/allowance for impairment of inventories	(220)	88
Written off/(reversal of written off) inventories	29	(176)
Net foreign exchange gain	436	1,396

Save as disclosed above, the other items as required under paragraph 16 of Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Securities are not applicable for the current quarter and financial period ended 30 September 2021.