



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

Quarterly report on consolidated results for the twelve months ended 31 December 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 31 December 2021 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 December 2020 RM'000		CURRENT YEAR TO DATE 31 December 2021 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31 December 2020 RM'000	
1	Revenue	60,928	55,038	10.7%	253,774	277,394	(8.5%)
2	(Loss)/Profit before tax	(1,329)	(2,138)	(37.8%)	8,968	3,838	133.7%
3	(Loss)/Profit for the period	(3,741)	(1,954)	91.5%	4,946	2,841	74.1%
4	(Loss)/Profit attributable to ordinary equity holders of the Company	(2,677)	(2,454)	9.1%	6,261	(1,177)	(631.9%)
5	Basic (loss)/earnings per share (sen)	(1.85)	(1.70)	8.8%	4.33	(0.81)	(634.6%)
6	Proposed / Declared Dividend per share (sen)	2.80	5.50	(49.1%)	5.60	5.50	1.8%
		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)	1.95			1.94		
7	Remarks :						

**PART A3: ADDITIONAL INFORMATION**

		INDIVIDUAL QUARTER		Changes (Amount/ %)	CUMULATIVE QUARTER		Changes (Amount/ %)
		CURRENT YEAR QUARTER 31 December 2021 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 December 2020 RM'000		CURRENT YEAR TO DATE 31 December 2021 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31 December 2020 RM'000	
1	Gross interest income	3	12	(75.0%)	29	80	(63.8%)
2	Gross interest expense	(949)	(1,554)	(38.9%)	(4,185)	(7,231)	(42.1%)
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 TWELVE MONTHS ENDED 31 DECEMBER 2021**

	2021 Current Quarter Ended 31 December (RM '000)	2020 Comparative Quarter Ended 31 December (RM '000)	Changes (Amount / %)	2021 Cumulative Twelve months Ended 31 December (RM '000)	2020 Cumulative Twelve months Ended 31 December (RM '000)	Changes (Amount / %)
Revenue	60,928	55,038	10.7%	253,774	277,394	(8.5%)
Cost of sales	(52,421)	(50,317)	4.2%	(214,387)	(245,272)	(12.6%)
<b>Gross profit</b>	<b>8,507</b>	<b>4,721</b>	<b>80.2%</b>	<b>39,387</b>	<b>32,122</b>	<b>22.6%</b>
Other income	1,910	709	169.4%	6,385	15,109	(57.7%)
Distribution expenses	(1,620)	249	(750.6%)	(5,306)	(2,373)	123.6%
Administrative expenses	(5,436)	(5,198)	4.6%	(23,136)	(26,296)	(12.0%)
Other expenses	(3,289)	(660)	398.3%	(4,259)	(6,455)	(34.0%)
<b>Results from operating activities</b>	<b>72</b>	<b>(179)</b>	<b>(140.2%)</b>	<b>13,071</b>	<b>12,107</b>	<b>8.0%</b>
Finance income	3	12	(75.0%)	29	80	(63.8%)
Finance costs	(949)	(1,554)	(38.9%)	(4,185)	(7,231)	(42.1%)
<b>Operating (loss)/profit</b>	<b>(874)</b>	<b>(1,721)</b>	<b>(49.2%)</b>	<b>8,915</b>	<b>4,956</b>	<b>79.9%</b>
Share of (loss)/gain of equity-accounted joint venture, net of tax	(455)	(417)	9.1%	53	(1,118)	(104.7%)
<b>(Loss)/Profit before taxation</b>	<b>(1,329)</b>	<b>(2,138)</b>	<b>(37.8%)</b>	<b>8,968</b>	<b>3,838</b>	<b>133.7%</b>
Taxation	(2,412)	184	(1,410.9%)	(4,022)	(997)	303.4%
<b>(Loss)/Profit for the period</b>	<b>(3,741)</b>	<b>(1,954)</b>	<b>91.5%</b>	<b>4,946</b>	<b>2,841</b>	<b>74.1%</b>
<b>(Loss)/Profit for the period attributable to:</b>						
Owners of the Company	(2,677)	(2,454)	9.1%	6,261	(1,177)	(631.9%)
Non-controlling interests	(1,064)	500	(312.8%)	(1,315)	4,018	(132.7%)
<b>(Loss)/Profit for the period</b>	<b>(3,741)</b>	<b>(1,954)</b>	<b>91.5%</b>	<b>4,946</b>	<b>2,841</b>	<b>74.1%</b>
<b>(Loss)/Earnings per ordinary share :</b>						
-basic (sen)	<u>(1.85)</u>	<u>(1.70)</u>		<u>4.33</u>	<u>(0.81)</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**  
Registration No.: 199501011233 (340434-K)

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2021**

	2021 Current Quarter Ended 31 December (RM '000)	2020 Comparative Quarter Ended 31 December (RM '000)	2021 Cumulative Twelve months Ended 31 December (RM '000)	2020 Cumulative Twelve months Ended 31 December (RM '000)
<b>(Loss)/Profit for the period</b>	(3,741)	(1,954)	4,946	2,841
<b>Items that will not be reclassified subsequently to profit or loss</b>				
Remeasurements of employee benefits obligation	204	547	204	547
<b>Items that are or may be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operations	(696)	(4,933)	7,128	(2,805)
<b>Total comprehensive (loss)/income for the period, net of tax</b>	<b>(4,233)</b>	<b>(6,340)</b>	<b>12,278</b>	<b>583</b>
<b>Total comprehensive (loss)/income attributable to:</b>				
Owners of the Company	(3,211)	(6,909)	12,292	(3,090)
Non-controlling interests	(1,022)	569	(14)	3,673
<b>Total comprehensive (loss)/income for the period, net of tax</b>	<b>(4,233)</b>	<b>(6,340)</b>	<b>12,278</b>	<b>583</b>

(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**  
Registration No.: 199501011233 (340434-K)

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2021**

	As at 31 December 2021 (RM '000)	As at 31 December 2020 (RM '000)
<b>Assets</b>		
Property, plant and equipment	188,155	206,731
Right-of-use assets	14,735	14,820
Investment properties	351	360
Intangible assets	72,610	73,234
Investments in joint ventures	33,337	33,136
Trade and other receivables	556	988
Deferred tax assets	2,089	1,671
<b>Total non-current assets</b>	<b>311,833</b>	<b>330,940</b>
Inventories	50,173	52,471
Trade and other receivables	72,276	68,266
Contract assets	11,582	8,215
Tax recoverable	122	218
Cash and bank balances	20,094	26,514
<b>Total current assets</b>	<b>154,247</b>	<b>155,684</b>
<b>Total assets</b>	<b>466,080</b>	<b>486,624</b>
<b>Equity</b>		
Share capital	156,187	156,187
Reserves	125,428	125,150
<b>Total equity attributable to owners of the Company</b>	<b>281,615</b>	<b>281,337</b>
Non-controlling interests	42,340	44,260
<b>Total equity</b>	<b>323,955</b>	<b>325,597</b>
<b>Liabilities</b>		
Loans and borrowings	2,068	18,405
Lease liabilities	11,372	13,025
Trade and other payables	34,183	34,241
Employee benefits	1,834	2,112
Provision for liabilities	270	251
Deferred tax liabilities	3,045	3,011
<b>Total non-current liabilities</b>	<b>52,772</b>	<b>71,045</b>
Loans and borrowings	19,200	28,513
Lease liabilities	4,626	2,906
Trade and other payables	63,863	57,975
Contract liabilities	-	77
Tax payable	1,664	511
<b>Total current liabilities</b>	<b>89,353</b>	<b>89,982</b>
<b>Total liabilities</b>	<b>142,125</b>	<b>161,027</b>
<b>Total equity and liabilities</b>	<b>466,080</b>	<b>486,624</b>

(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**

Registration No.: 199501011233 (340434-K)

**INTERIM FINANCIAL STATEMENTS  
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE TWELVE MONTHS ENDED 31 DECEMBER 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)			
As at 1 January 2021	156,187	20,355	279	104,516	281,337	44,260	325,597
Remeasurements of employee benefits obligation	-	-	104	-	104	100	204
Foreign currency translation differences for foreign operations	-	5,927	-	-	5,927	1,201	7,128
Total other comprehensive income for the period	-	5,927	104	-	6,031	1,301	7,332
Profit/(Loss) for the period	-	-	-	6,261	6,261	(1,315)	4,946
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>5,927</b>	<b>104</b>	<b>6,261</b>	<b>12,292</b>	<b>(14)</b>	<b>12,278</b>
Dividend to owners of the Company	-	-	-	(12,014)	(12,014)	-	(12,014)
Dividend to non-controlling interest	-	-	-	-	-	(1,906)	(1,906)
<b>Total transactions with owners of the Company</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(12,014)</b>	<b>(12,014)</b>	<b>(1,906)</b>	<b>(13,920)</b>
At 31 December 2021	156,187	26,282	383	98,763	281,615	42,340	323,955
At 1 January 2020	156,187	22,547	-	113,654	292,388	43,778	336,166
Remeasurements of employee benefits obligation	-	-	279	-	279	268	547
Foreign currency translation differences for foreign operations	-	(2,192)	-	-	(2,192)	(613)	(2,805)
Total other comprehensive (loss)/income for the period	-	(2,192)	279	-	(1,913)	(345)	(2,258)
(Loss)/Profit for the period	-	-	-	(1,177)	(1,177)	4,018	2,841
<b>Total comprehensive (loss)/income for the period</b>	<b>-</b>	<b>(2,192)</b>	<b>279</b>	<b>(1,177)</b>	<b>(3,090)</b>	<b>3,673</b>	<b>583</b>
Dividend to owners of the Company	-	-	-	(7,961)	(7,961)	-	(7,961)
Dividend to non-controlling interest	-	-	-	-	-	(3,191)	(3,191)
<b>Total transactions with owners of the Company</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7,961)</b>	<b>(7,961)</b>	<b>(3,191)</b>	<b>(11,152)</b>
At 31 December 2020	156,187	20,355	279	104,516	281,337	44,260	325,597

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



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

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2021**

	2021 Twelve months ended 31 December RM '000	2020 Twelve months ended 31 December RM '000
<b>Cash flows from operating activities</b>		
Profit before tax	8,968	3,838
Adjustments for :		
- Amortisation of intangible assets	2,651	2,502
- Depreciation of property, plant and equipment and right-of-use assets	37,507	42,071
- Gain on disposal of property, plant and equipment	(1)	(244)
- Gain on modification/termination of MFRS16 leases	(3)	(35)
- Reversal of impairment loss on property, plant and equipment	-	(353)
- Inventories written off	90	22
- Allowance for impairment of inventories	1,848	518
- Finance costs	4,185	7,231
- Finance income	(29)	(80)
- Share of (gain)/loss of equity-accounted joint ventures, net of tax	(53)	1,118
- Employee benefits	159	2,084
- Impairment of receivables	2,054	-
- Other non-cash items	(2,204)	3,138
Operating profit before changes in working capital	55,172	61,810
-Changes in inventories	1,414	28,278
-Changes in trade and other receivables	(6,888)	25,894
-Changes in trade and other payables	1,658	(28,510)
<b>Cash generated from operations</b>	51,356	87,472
- Interest received	29	80
- Employee benefits used	(380)	(1,659)
- Income tax (paid)/refunded	(2,616)	766
<b>Net cash from operating activities</b>	48,389	86,659
<b>Cash flows from investing activities</b>		
- Acquisition of property, plant and equipment	(9,092)	(9,638)
- Placement of deposit with maturity periods more than 3 months	(2)	(3)
- Proceeds from disposal of property, plant and equipment	1	322
<b>Net cash used in investing activities</b>	(9,093)	(9,319)
<b>Cash flows from financing activities</b>		
- Proceeds from loans and borrowings	6,779	89,576
- Dividend paid to owners of the Company	(12,014)	(7,961)
- Dividend paid to non-controlling interest	(1,906)	(3,191)
- Interest paid	(3,059)	(5,842)
- Repayment of loans and borrowings	(33,648)	(147,959)
- Repayment of lease liabilities	(4,854)	(3,947)
- Advance from/(Repayment to) ultimate holding company	2,552	(3,856)
<b>Net cash used in financing activities</b>	(46,150)	(83,180)
Net decrease in cash & cash equivalents	(6,854)	(5,840)
Effect of exchange rate fluctuations on cash held	432	(3,253)
Cash & cash equivalents at 1 January	26,392	35,485
<b>Cash &amp; cash equivalents at 31 December</b>	19,970	26,392
<b>Cash &amp; cash equivalents</b>		
Cash & cash equivalents included in the condensed consolidated statement of cash flows comprise the following:		
	As at 31 December 2021 RM '000	As at 31 December 2020 RM '000
Cash and bank balances	15,695	22,505
Short term investments	4,275	3,887
Deposits with licensed banks	124	122
Less: Deposit with maturity periods more than 3 months	(20,094)	(26,514)
	(124)	(122)
	19,970	26,392

(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**  
(Registration No.: 199501011233) (340434-K)

## **Notes to the Interim Financial Statements for the quarter and twelve months ended 31 December 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*
- Initial Application of MFRS 17 and MFRS 9—*Comparative Information (Amendment to MFRS 17)*



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

- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates*
- Amendments to MFRS 112, *Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

***MFRSs, interpretations and amendments effective for annual 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 above-mentioned 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.

**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.

**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.





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

**A7. Dividends Paid**

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

	Twelve months ended 31 December	
	2021 RM'000	2020 RM'000
Interim Dividend paid on 28 October 2021 In respect of the financial year ended 31 December 2021 – single-tier dividend of 2.80 sen per share	4,053	
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
	<hr/> 12,014	<hr/> 7,961

**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.

	Twelve months ended 31 December	
	2021 RM'000	2020 RM'000
<i>Included in the measure of segment profit are:</i>		
Revenue from external customers	253,774	277,394
Segment profit	54,408	58,544
Segment assets	330,181	408,443
Segment liabilities	(301,825)	(339,685)



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

	Twelve months ended 31 December	
	2021 RM'000	2020 RM'000
<b>Reconciliation of reportable segment profit or loss</b>		
Total profit for reporting segments	54,408	58,544
Other non-reportable segments	27,946	10,942
Elimination of inter-segment profits	(29,125)	(12,806)
Depreciation and amortization	(40,158)	(44,573)
Finance costs	(4,185)	(7,231)
Finance income	29	80
Share of profit/(loss) of joint venture not included in reportable segments	53	(1,118)
Consolidated profit before tax	8,968	3,838

#### **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 including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations other than as disclosed below:-

- (a) On 17 November 2021, MEIL, a 51%-owned subsidiary of the Company had incorporated Max Ease International (SG) Pte. Ltd. ("MEIS"), Singapore with a total paid up capital of United States of America, Dollars One (USD1.00) only (equivalent to approximately RM4.21).

The above resulted in MEIS becoming a wholly-owned subsidiary of MEIL, which in turn is the 51%-owned subsidiary of the Company.

- (b) On 17 December 2021, the Company had entered into a Share Purchase Agreement ("SPA") with Asia Regal Enterprises Limited ("ARE" or "the Vendor") for the proposed acquisition of 100% of the issued and paid-up share capital in Benline Investment Holdings Pte. Ltd. ("Benline"), representing 3,532,896 ordinary shares ("Sale Shares") for a total purchase consideration of US\$6,700,000 only (equivalent to approximately RM28,227,100) (the "Proposed Acquisition").

Completion of the Proposed Acquisition ("Completion") will take place ten (10) business days from the fulfilment of all the Conditions Precedent or 28 February 2022, whichever is later ("Completion Date"). Upon the completion of the sale and transfer of the Sale Shares to the Company, both Benline and its wholly own subsidiary, Fuji Paper Manufacturing Co., Ltd ("Fuji Vietnam"), shall be subsidiaries of the Company.



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

**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**

	<b>As at 31 December 2021 RM'000</b>
- Contracted but not provided for:	
Property, plant and equipment	766
Investment in a company	18,768

**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.

	<b>Twelve months ended 31 December 2021 RM'000</b>
Ultimate holding corporation	
- Management fees expense	2,968
- Interest expense	984
Related companies	
- Sales	(6,900)
- Purchases	26,034
- Rental of warehouse expenses	460
- Sales of scrap paper	(2,338)
Joint venture companies	
- Sales	(538)
- Purchases	340
- Administrative fees	(50)
- Rental expenses	83
- Purchase plant and equipment	226



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

#### 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 31 December 2021, the Group held the following financial instruments carried at fair value by level of fair value hierarchy:-

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total fair value</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Non-financial assets:</b>				
Asset for which fair value is disclosed:				
- Investment property	-	-	751	751
<hr/>				
<b>Financial assets:</b>				
Short term investments				
- Unit trust funds (quoted)	-	4,275	-	4,275
<hr/>				



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

**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 fourth quarter ended 31 December 2021 ("4Q21") of RM60.9 million was 10.7% higher (RM5.9 million) compared to the corresponding quarter in the previous year ("4Q20") of RM55.0 million due to higher volume requirements across the Group from our tobacco customers.

Loss before tax

In the current quarter, the loss before tax was RM1.3 million compared to a loss before tax of RM2.1 million in 4Q20. Gross profit increase by RM3.8 million due to the higher revenue and better operating efficiencies as gross margin improved from 8.6% in 4Q20 to 14.0% in 4Q21. In the 4Q21 the Group prudently made a one-off provision of doubtful debt of RM2.1 million due from one party. Without this non-operating item, the Group made a RM2.9 million higher profit before tax contributed mainly from the higher revenue of RM5.9 million, better operating efficiencies and lower finance cost of RM0.6 million compared to 4Q20.

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

Revenue

Group's revenue for the twelve months ended 31 December 2021 of RM253.8 million was 8.5% (RM23.6 million) lower than the previous corresponding period of RM277.4 million due to a lower demand in cigarette related packaging products from our Indonesia operation.

Profit before tax

Profit before tax for the twelve months ended 31 December 2021 increased by RM5.2 million to RM9.0 million as compared to the previous corresponding period profit before tax of RM3.8 million despite the lower revenue and the one-off provision of doubtful debt of RM2.1 million. The Group achieved a higher gross profit margin of 15.5% in 2021 compared to 11.6% in 2020 due to better efficiencies in operations. In addition, reduction of borrowings resulted lower finance cost of RM3.0 million for the year 2021 compared to 2020.

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

Revenue

The Group's revenue for the 4Q21 was higher by 4.5% (RM2.6 million) at RM60.9 million from RM58.3 million in the preceding quarter ("3Q21") due to higher volume requirements from our Middle East tobacco customers.

Loss/Profit before tax

The Group reported a loss before tax of RM1.3 million in 4Q21 as compared to profit before tax of RM1.9 million in 3Q21. The losses in 4Q21 included a one-off provision of doubtful debt of RM2.1 million whereas the profit before tax in 3Q2021 included a one-off gain from disposal of a building by TVDP of RM1.3 million.



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

**B3. Prospects**

As the global economy slowly recovers from the global pandemic and settle into a orderly new normal coupled with our expansion efforts in the middle east market gaining traction, we expect to perform better in 2022.

**B4. Profit Forecast**

None.

**B5. Tax Expense**

	Current quarter ended 31 December		Twelve months ended 31 December	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
Income tax expense				
- Current year	2,029	400	3,440	1,076
- Prior year	774	(195)	987	(195)
Deferred tax				
- Origination and reversal of temporary differences	(391)	(389)	(405)	116
	<u>2,412</u>	<u>(184)</u>	<u>4,022</u>	<u>997</u>

The Group's effective tax rate for the twelve months ended 31 December 2021 was higher than the Malaysian statutory tax rate of 24% due mainly a higher final tax assessment for prior year in a subsidiary and certain expenses in another subsidiary which were not allowed as deduction for tax purposes.

**B6. Status of corporate proposals announced**

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

- (a) 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.



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

- (b) On 17 December 2021, the Company had entered into a Share Purchase Agreement (“SPA”) with Asia Regal Enterprises Limited (“ARE” or “the Vendor”) for the proposed acquisition of 100% of the issued and paid-up share capital in Benline Investment Holdings Pte. Ltd. (“Benline”), representing 3,532,896 ordinary shares (“Sale Shares”) for a total purchase consideration of US\$6,700,000 only (equivalent to approximately RM28,227,100) (the “Proposed Acquisition”).

Completion of the Proposed Acquisition (“Completion”) will take place ten (10) business days from the fulfilment of all the Conditions Precedent or 28 February 2022, whichever is later (“Completion Date”).

**B7. Borrowings and Debt Securities**

	As at 31 December 2021		
	Secured RM'000	Unsecured RM'000	Total RM'000
<b>Short-term borrowings</b>			
Borrowings – Lease liabilities	-	4,626	4,626
Borrowings – Revolving Credits	-	2,087	2,087
Borrowings – Term loan	14,809	-	14,809
Borrowings – Trade facilities	-	2,304	2,304
Sub-totals	14,809	9,017	23,826
	As at 31 December 2021		
	Secured RM'000	Unsecured RM'000	Total RM'000
<b>Long-term borrowings</b>			
Borrowings – Lease liabilities	-	11,372	11,372
Borrowings – Term loan	2,068	-	2,068
Sub-totals	2,068	11,372	13,440
Grand total	16,877	20,389	37,266



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

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

	<b>As at 31 December 2021</b>		
	<b>Long-term borrowings</b>	<b>Short-term borrowings</b>	
	<b>RM'000</b>	<b>RM'000</b>	
Ringgit Malaysia	-	187	
United States Dollar	592	11,521	Equivalent to USD2.9 million
Indonesian Rupiah	5,245	7,427	Equivalent to IDR43.3 billion
Vietnamese Dong	2,619	4,486	Equivalent to VND38.9 billion
United Arab Emirates Dirham	4,984	205	Equivalent to AED4.6 million
Total	<u>13,440</u>	<u>23,826</u>	

**B8. Derivative Financial instruments**

As at 31 December 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 twelve months ended 31 December 2021 comprising:

- 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.
- The Directors declared an interim single-tier dividend of 2.80 sen per ordinary share in respect of the financial year ended 31 December 2021 which was paid on 28 October 2021.
- The Directors have recommended the payment of a final dividend of 2.80 sen per ordinary share for the financial year ended 31 December 2021. This proposed final dividend will be subject to the shareholders' approval at the forthcoming Annual General Meeting. The entitlement and payment date for the proposed final dividend will be announced at a later date.





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

**B11. Earnings per share**

(a) *Earnings/(loss) per share*

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

	<b>Twelve months ended 31 December</b>	
	<b>2021</b>	<b>2020</b>
Profit/(loss) attributable to equity holders of the Company (RM'000)	6,261	(1,177)
Weighted average number of ordinary shares in issue ('000)	144,743	144,743
Basic earnings/(loss) per share (sen)	4.33	(0.81)

(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.

**B13. Profit for the period**

	<b>Current quarter ended 31 December 2021 RM'000</b>	<b>Twelve months ended 31 December 2021 RM'000</b>
Profit for the period is arrived at after charging/(crediting):-		
Amortisation of intangible assets	668	2,651
Depreciation of property, plant and equipment and right-of-use assets	10,016	37,507
Allowance for impairment of inventories	1,760	1,848
Written off inventories	266	90
Net foreign exchange (loss)/gain	(30)	1,366
Impairment on receivables	2,054	2,054

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 31 December 2021.