

DKLS INDUSTRIES BERHAD (199501040269) (369472 - P)

(Incorporated in Malaysia)

**Condensed Consolidated Statement of Comprehensive Income
For the quarter and 12 months ended 31 December 2020 - unaudited**

Note	Current Quarter 3 months ended 31 December		Financial Year 12 months ended 31 December	
	2020	2019	2020	2019
	RM	RM	RM	RM
Revenue	69,327,043	43,820,195	172,382,936	186,328,216
Interest income	550,721	680,498	2,257,754	1,502,322
Other income	1,224,623	1,109,194	5,701,372	7,064,912
Operating expenses	(55,086,489)	(34,529,042)	(124,399,035)	(140,364,226)
Changes in work-in-progress and finished goods	(141,457)	668,827	233,570	541,604
Employee benefit expenses	(3,280,398)	(3,477,908)	(14,772,805)	(15,195,885)
Administrative expenses	(8,276,165)	(10,416,335)	(20,481,882)	(21,441,736)
Profit/(Loss) from operating activities	4,317,878	(2,144,571)	20,921,910	18,435,207
Interest expense	(1,030,271)	(4,637,404)	(2,750,254)	(6,969,389)
Share of profit of associates, net of tax	186,546	136,143	127,360	71,513
Profit/(Loss) before tax	3,474,153	(6,645,832)	18,299,016	11,537,331
Income tax expense	(1,484,006)	(276,993)	(4,979,296)	(4,731,357)
Profit/(Loss) for the year, net of tax	1,990,147	(6,922,825)	13,319,720	6,805,974
Other comprehensive income, net of tax				
Items that will be reclassified to profit or loss in the future				
Foreign currency translation	(1,689,482)	(1,332,233)	(2,702,684)	(2,198,360)
Other comprehensive income for the year, net of tax	(1,689,482)	(1,332,233)	(2,702,684)	(2,198,360)
Total comprehensive income for the year	300,665	(8,255,058)	10,617,036	4,607,614
Profit attributable to:				
Owners of the Company	1,917,411	(7,195,783)	13,020,725	5,952,695
Non-controlling interests	72,736	272,958	298,995	853,279
Profit for the year	1,990,147	(6,922,825)	13,319,720	6,805,974
Total comprehensive income attributable to:				
Owners of the Company	787,907	(8,244,281)	10,889,103	4,222,485
Non-controlling interests	(487,242)	(10,777)	(272,067)	385,129
Total comprehensive income for the year	300,665	(8,255,058)	10,617,036	4,607,614
Basic/Diluted, earnings per ordinary share (sen)	2.07	(7.76)	14.05	6.42

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for the year ended 31 December 2019 and the accompanying notes attached to the Interim Financial Statements.

DKLS INDUSTRIES BERHAD (199501040269) (369472 - P)

(Incorporated in Malaysia)

**Condensed Consolidated Statement of Financial Position
As at 31 December 2020 - unaudited**

	31 December 2020 RM	31 December 2019 RM
ASSETS		
Non-Current Assets		
Property, plant and equipment	104,878,504	116,123,530
Inventories - land held for property development	103,978,499	79,557,780
Investment properties	115,600,000	117,290,000
Interest in associates	456,957	329,597
Long term investments	21,957	25,823
Right-of-use assets	113,585	162,096
Trade and other receivables	16,881,465	17,804,618
Other current assets	28,062	-
Deferred tax assets	3,894,385	4,028,659
Total non-current assets	345,853,414	335,322,103
Current Assets		
Inventories - property development costs	16,873,407	10,244,994
Inventories - completed properties and others	33,055,137	59,992,865
Trade and other receivables	54,535,272	45,206,504
Other current assets	7,506,366	3,998,216
Short term investments	53,743,012	67,549,761
Tax recoverable	422,852	432,509
Cash and bank balances	22,305,765	24,784,061
Total current assets	188,441,811	212,208,910
TOTAL ASSETS	534,295,225	547,531,013
EQUITY AND LIABILITIES		
Equity		
Share capital	101,883,643	101,883,643
Retained profits	308,283,269	298,043,532
Reserves	(1,687,796)	443,826
Total equity attributable to owners of the Company	408,479,116	400,371,001
Non-controlling interests	7,768,359	8,580,941
Total equity	416,247,475	408,951,942
Non-Current Liabilities		
Loans and borrowings	38,485,129	46,658,683
Trade and other payables	1,570,929	1,925,127
Deferred tax liabilities	2,606,217	2,408,913
Total non-current liabilities	42,662,275	50,992,723
Current Liabilities		
Loans and borrowings	12,329,743	13,334,779
Trade and other payables	38,890,034	40,512,915
Other current liabilities	23,266,110	33,166,464
Tax payable	899,588	572,190
	75,385,475	87,586,348
Total liabilities	118,047,750	138,579,071
TOTAL EQUITY AND LIABILITIES	534,295,225	547,531,013
Net assets per share attributable to owners of the Company (RM)	4.41	4.32

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited Financial Statements for the year ended 31 December 2019 and the accompanying notes attached to the Interim Financial Statements.

**Condensed Consolidated Statement of Changes in Equity
For 12 months ended 31 December 2020 - unaudited**

	Attributable to owners of the Company					Total equity RM		
	Non distributable		Distributable					
	Share capital RM	Foreign currency translation reserve RM	Asset revaluation reserve RM	Charter capital reserve RM	Other reserve RM	Retained profits RM	Non- controlling interests RM	Total equity RM
12 months ended 31 December 2020								
At 1 January 2020	101,883,643	(3,313,253)	1,157,522	3,026,004	(426,447)	298,043,532	8,580,941	408,951,942
Total comprehensive income for the year	-	(2,131,622)	-	-	-	13,020,725	(272,067)	10,617,036
Transactions with owners:								
Dividend to non-controlling interest	-	-	-	-	-	-	(540,515)	(540,515)
Dividend on ordinary shares	-	-	-	-	-	(2,780,988)	-	(2,780,988)
At 31 December 2020	101,883,643	(5,444,875)	1,157,522	3,026,004	(426,447)	308,283,269	7,768,359	416,247,475
12 months ended 31 December 2019								
At 1 January 2019	101,883,643	(1,583,043)	1,157,522	3,026,004	(426,447)	294,871,825	9,367,548	408,297,052
Total comprehensive income for the year	-	(1,730,210)	-	-	-	5,952,695	385,129	4,607,614
Transactions with owners:								
Dividend to non-controlling interest	-	-	-	-	-	-	(1,171,736)	(1,171,736)
Dividend on ordinary shares	-	-	-	-	-	(2,780,988)	-	(2,780,988)
At 31 December 2019	101,883,643	(3,313,253)	1,157,522	3,026,004	(426,447)	298,043,532	8,580,941	408,951,942

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited Financial Statements for the year ended 31 December 2019 and the accompanying notes attached to the Interim Financial Statements.

DKLS INDUSTRIES BERHAD (199501040269) (369472 - P)

(Incorporated in Malaysia)

**Condensed Consolidated Statement of Cash Flows
For the 12 months ended 31 December 2020 - unaudited**

	Financial Year	
	12 months ended	
	31 December	
	2020	2019
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	18,299,016	11,537,331
Adjustments for :-		
Bad debts written off	-	10,876
Depreciation	10,429,685	9,396,762
Dividend income from short term investments	(1,734,250)	(1,920,576)
Fair value adjustments on investment properties, net	1,550,000	(100,000)
Fair value loss on long term investments	3,866	11,103
Gain on disposal of:		
- investment in an associate	-	(1)
- property, plant and equipment, net	(107,938)	(1,697,261)
Interest expense	2,769,151	6,999,262
Interest income	(2,257,754)	(1,502,322)
Inventories written off	38,060	-
Inventories - land held for property development written off	-	6,221,724
Property, plant and equipment written off	2,571	15,282
Share of profit of associates	(127,360)	(71,513)
Unrealised loss on foreign exchange	194,943	203,989
(Write back of)/Allowance for impairment losses on:		
- inventories - property development	(19,142)	432,512
- property, plant and equipment	-	43,226
- trade and other receivables, net	4,417,222	(1,237,427)
Operating profit before changes in working capital	<u>33,458,070</u>	<u>28,342,967</u>
Changes in working capital:-		
Net changes in current assets	(18,379,819)	26,278,788
Net changes in current liabilities	(12,096,881)	(9,639,077)
Cash flows from operations	2,981,370	44,982,678
Interest paid	(324,025)	(533,205)
Interest received	577,234	514,880
Taxes paid	(4,304,865)	(4,356,983)
Net cash flows (used in)/from operating activities	<u>(1,070,286)</u>	<u>40,607,370</u>

DKLS INDUSTRIES BERHAD (199501040269) (369472 - P)

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**Condensed Consolidated Statement of Cash Flows (cont'd.)
For the 12 months ended 31 December 2020 - unaudited**

	Financial Year	
	12 months ended	
	31 December	
	2020	2019
	RM	RM
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	389,783	614,633
Inventories - land held for property development	(1,274,337)	(5,091,765)
Net dividend received from short term investments	1,734,250	1,920,576
Placement of deposits with maturity period more than 3 months	(385,123)	(379,990)
Proceeds from disposal of:		
- investment property	140,000	-
- investment in associate	-	1
- property, plant and equipment	797,250	4,676,773
- short term investments	72,390,000	92,068,470
Purchase of:		
- property, plant and equipment	(1,789,504)	(2,467,306)
- short term investments	(58,583,251)	(128,057,147)
Withdrawal of deposits with maturity period more than 3 months	-	499,266
Net cash flows from/(used in) investing activities	<u>13,419,068</u>	<u>(36,216,489)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(2,780,988)	(2,780,988)
Dividend paid to non-controlling interests	(1,086,953)	(929,891)
Interest paid	(2,263,738)	(3,124,806)
Repayment of term loan	(5,407,929)	(10,548,429)
Repayment of hire purchase liabilities	(1,700,503)	(3,069,067)
Payment of principal portion of lease liability	(39,693)	(65,276)
Net cash flows used in financing activities	<u>(13,279,804)</u>	<u>(20,518,457)</u>
Net decrease in cash and cash equivalents	(931,022)	(16,127,576)
Effects of exchange rate differences	220,392	372,604
Cash and cash equivalents at beginning of the year	9,764,005	25,518,977
Cash and cash equivalents at end of the year	<u>9,053,375</u>	<u>9,764,005</u>

Cash and cash equivalents included in the condensed consolidated statement of cash flows comprise:

Cash and bank balances	9,225,459	10,959,367
Deposits with licensed banks	13,080,306	13,824,694
Bank overdrafts	(3,742,940)	(5,701,332)
	<u>18,562,825</u>	<u>19,082,729</u>
Less:		
Deposits with maturity period more than 3 months	(9,509,450)	(9,318,724)
	<u>9,053,375</u>	<u>9,764,005</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited Financial Statements for the year ended 31 December 2019 and the accompanying notes attached to the Interim Financial Statements.

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A. Notes to the Interim Financial Statements

A1. Basis of Preparation

These interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad ("BMSB").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2019.

A2. Significant Accounting Policies

Changes in Accounting Policies

The significant accounting policies and presentation adopted by the Group in these interim financial statements are consistent with those of the Group's consolidated audited financial statements for the year ended 31 December 2019 except as follows:

On 1 January 2020, the Group adopted the following applicable amended MFRSs mandatory for annual financial period beginning on or after 1 January 2020.

Amendments to References to the Conceptual Framework in MFRS Standards
Definition of a Business (Amendments to MFRS 3 : Business Combination)
Interest Rate Benchmark Reform (Amendments to MFRS 9 : Financial Instruments, MFRS 139 :
Financial Instruments : Recognition and Measurement and MFRS 7 : Financial Instruments :
Disclosures)
Definition of Material (Amendments to MFRS 101 : Presentation of Financial Statements and
MFRS 108 : Accounting Policies, Changes in Accounting Estimates and Errors)

Adoption of the above standards did not have any material effect on the financial performance or position of the Group.

A3. Seasonal or Cyclical Factors

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

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the financial year to date.

A5. Changes in Estimates

There were no changes in estimation that have had any material effect on the current quarter and the financial year to date results.

A. Notes to the Interim Financial Statements (cont'd.)

A6. Debt and Equity Securities

There were no issuances, repurchases and repayments of debt and equity securities, share buy-back and share held as treasury shares during the financial year to date.

A7. Dividend Paid

The first and final single tier dividend of 3 sen per ordinary share in respect of the financial year ended 31 December 2019, which was approved at the Annual General Meeting on 27 July 2020 was paid on 23 October 2020 to shareholders whose names appear in the Record of Depositors on 30 September 2020.

A8. Profit/(Loss) from operating activities

	Current Quarter		Financial Year	
	3 months ended		12 months ended	
	31 December		31 December	
	2020	2019	2020	2019
	RM	RM	RM	RM
Total depreciation	2,487,791	2,450,468	10,429,685	9,396,762
Depreciation capitalised under construction costs	(310,560)	(317,441)	(1,402,053)	(1,428,757)
Depreciation charged to profit from operating activities	2,177,231	2,133,027	9,027,632	7,968,005
Allowance for/(Write back of) impairment losses on:				
- inventories - property development	124,866	(76,881)	(19,142)	432,512
- property, plant and equipment	-	43,226	-	43,226
- trade and other receivables, net	2,846,567	(193,467)	4,417,222	(1,237,427)
Bad debt written off	-	10,876	-	10,876
Dividend income from short term investments	(308,043)	(589,435)	(1,734,250)	(1,920,576)
Fair value (loss)/gain on long term investments	(1,829)	-	3,866	11,103
Fair value adjustments of investment properties, net	1,550,000	(100,000)	1,550,000	(100,000)
(Gain)/Loss on disposal of :				
- investment in an associate	-	(1)	-	(1)
- property, plant and equipment, net	205,810	51,240	(107,938)	(1,697,261)
Inventories -land held for property development writt	-	6,221,724	-	6,221,724
Loss/(Gain) on foreign exchange :				
- realised, net	75,404	(131,505)	42,847	127,920
- unrealised	337,195	206,498	194,943	203,989
Property, plant and equipment written off	(1)	3,551	2,571	15,282
Inventories written off	38,060	-	38,060	-
Gain on derivatives	N/A	N/A	N/A	N/A

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A. Notes to the Interim Financial Statements (cont'd.)

A9. Segmental reporting

Business Segments

The following table provides an analysis of the Group's revenue, results, assets, liabilities and other information by business segment. Current taxes, deferred taxes and certain financial assets : not allocated to those segments as they are managed on a group basis.

	Investment RM	Construction RM	Quarry RM	Property development RM	Utilities RM	Others RM	Total RM
Current quarter 3 months ended							
31 December 2020							
Revenue							
Total revenue	3,417,645	37,082,275	24,798,125	4,366,129	2,622,363	3,252,297	75,538,834
Inter-segment sales	(2,133,308)	(3,369,079)	(354,498)	-	-	(354,906)	(6,211,791)
External sales	1,284,337	33,713,196	24,443,627	4,366,129	2,622,363	2,897,391	69,327,043
Results							
Segment results	(908,196)	858,333	2,606,582	1,291,434	232,041	237,684	4,317,878
Interest expense	(346,064)	(410,369)	(198,773)	(6,403)	(64,352)	(4,310)	(1,030,271)
Share of profits from associates	127,360	-	-	59,186	-	-	186,546
(Loss)/Profit before tax	(1,126,900)	447,964	2,407,809	1,344,217	167,689	233,374	3,474,153
Income tax expense							(1,484,006)
Profit for the period							1,990,147
Total Assets							
Segment assets	(1,471,980)	(13,477,044)	(1,923,400)	24,813,992	(2,884,724)	2,766,533	7,825,377
Interest in associate							186,546
Unallocated corporate assets							(16,434,611)
Total assets							(8,422,688)
Total Liabilities							
Segment liabilities	(1,814,497)	(3,096,977)	(744,205)	(673,006)	(295,171)	2,575,105	(4,048,751)
Unallocated corporate liabilities							(4,134,089)
Total liabilities							(8,182,840)

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A. Notes to the Interim Financial Statements (cont'd.)

A9. Segmental reporting (cont'd.)

Business Segments (cont'd.)

	Investment RM	Construction RM	Quarry RM	Property development RM	Utilities RM	Others RM	Total RM
Current quarter 3 months ended							
31 December 2020 (cont'd.)							
Type of goods or services							
Construction contracts	-	33,679,692	-	-	-	-	33,679,692
Sale of completed properties	-	-	-	1,106,455	-	-	1,106,455
Sale of development properties	-	-	-	5,190,193	-	-	5,190,193
Sale of goods and services	2,240	33,504	24,443,627	(1,930,519)	2,622,363	2,897,391	28,068,606
Sale of land	-	-	-	-	-	-	-
Revenue from contracts with customers	2,240	33,713,196	24,443,627	4,366,129	2,622,363	2,897,391	68,044,946
Rental income from investment properties	1,282,097	-	-	-	-	-	1,282,097
	<u>1,284,337</u>	<u>33,713,196</u>	<u>24,443,627</u>	<u>4,366,129</u>	<u>2,622,363</u>	<u>2,897,391</u>	<u>69,327,043</u>
Geographical markets							
Malaysia	2,240	33,713,196	24,443,627	4,366,129	-	2,897,391	65,422,583
Lao People's Democratic Republic	-	-	-	-	2,622,363	-	2,622,363
	<u>2,240</u>	<u>33,713,196</u>	<u>24,443,627</u>	<u>4,366,129</u>	<u>2,622,363</u>	<u>2,897,391</u>	<u>68,044,946</u>
Timing of transfer of goods or services							
At a point in time	2,240	33,504	24,443,627	1,106,455	2,622,363	2,897,391	31,105,580
Over time	-	33,679,692	-	3,259,674	-	-	36,939,366
	<u>2,240</u>	<u>33,713,196</u>	<u>24,443,627</u>	<u>4,366,129</u>	<u>2,622,363</u>	<u>2,897,391</u>	<u>68,044,946</u>

DKLS INDUSTRIES BERHAD (199501040269) (369472 - P)
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A. Notes to the Interim Financial Statements (cont'd.)

A9. Segmental reporting (cont'd.)

Business Segments (cont'd.)

**Current quarter 3 months ended
31 December 2019**

	Investment RM	Construction RM	Quarry RM	Property development RM	Utilities RM	Others RM	Total RM
Revenue							
Total revenue	1,547,245	16,079,922	21,217,097	3,660,131	2,935,973	367,139	45,807,507
Inter-segment sales	(143,208)	(1,305,449)	(206,779)	-	-	(331,876)	(1,987,312)
External sales	1,404,037	14,774,473	21,010,318	3,660,131	2,935,973	35,263	43,820,195
Results							
Segment results	728,598	(570,562)	1,696,713	(5,333,802)	1,248,605	85,877	(2,144,571)
Interest expense	(620,896)	(3,904,834)	(20,176)	-	(91,498)	-	(4,637,404)
Share of profits from associates	-	-	-	136,143	-	-	136,143
(Loss)/Profit before tax	107,702	(4,475,396)	1,676,537	(5,197,659)	1,157,107	85,877	(6,645,832)
Income tax expense	-	-	-	-	-	-	(276,993)
Loss for the period	-	-	-	-	-	-	(6,922,825)
Total Assets							
Segment assets	(334,148)	(6,857,112)	3,238,201	(3,530,462)	(1,240,035)	(1,758,377)	(10,481,933)
Interest in associate	-	-	-	-	-	-	136,143
Unallocated corporate assets	-	-	-	-	-	-	(2,378,094)
Total assets	-	-	-	-	-	-	(12,723,884)
Total liabilities							
Segment liabilities	(2,793,009)	(1,682,651)	1,326,586	354,071	92,296	(390)	(2,703,097)
Unallocated corporate liabilities	-	-	-	-	-	-	(1,123,322)
Total liabilities	-	-	-	-	-	-	(3,826,419)

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A. Notes to the Interim Financial Statements (cont'd.)

A9. Segmental reporting (cont'd.)

Business Segments (cont'd.)

**Current quarter 3 months ended
31 December 2019 (cont'd.)**

	Investment RM	Construction RM	Quarry RM	Property development RM	Utilities RM	Others RM	Total RM
Type of goods or services							
Construction contracts	-	14,421,693	-	-	-	-	14,421,693
Sale of completed properties	-	-	-	167,116	-	-	167,116
Sale of development properties	-	-	-	3,256,999	-	-	3,256,999
Sale of goods and services	880	352,780	21,010,318	236,016	2,935,973	35,263	24,571,230
Sale of land	-	-	-	-	-	-	-
Revenue from contracts with customers	880	14,774,473	21,010,318	3,660,131	2,935,973	35,263	42,417,038
Rental income from investment properties	1,403,157	-	-	-	-	-	1,403,157
	<u>1,404,037</u>	<u>14,774,473</u>	<u>21,010,318</u>	<u>3,660,131</u>	<u>2,935,973</u>	<u>35,263</u>	<u>43,820,195</u>
Geographical markets							
Malaysia	880	14,774,473	21,010,318	3,660,131	-	35,263	39,481,065
Lao People's Democratic Republic	-	-	-	-	2,935,973	-	2,935,973
	<u>880</u>	<u>14,774,473</u>	<u>21,010,318</u>	<u>3,660,131</u>	<u>2,935,973</u>	<u>35,263</u>	<u>42,417,038</u>
Timing of transfer of goods or services							
At a point in time	880	352,780	21,010,318	265,268	2,935,973	35,263	24,600,482
Over time	-	14,421,693	-	3,394,863	-	-	17,816,556
	<u>880</u>	<u>14,774,473</u>	<u>21,010,318</u>	<u>3,660,131</u>	<u>2,935,973</u>	<u>35,263</u>	<u>42,417,038</u>

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A. Notes to the Interim Financial Statements (cont'd.)

A9. Segmental reporting (cont'd.)

Business Segments (cont'd.)

**Financial year 12 months ended
31 December 2020**

	Investment RM	Construction RM	Quarry RM	Property development RM	Utilities RM	Others RM	Total RM
Revenue							
Total revenue	9,563,168	89,495,177	63,717,170	12,919,263	11,517,969	4,153,173	191,365,920
Inter-segment sales	(4,533,234)	(11,831,961)	(1,377,643)	-	-	(1,240,146)	(18,982,984)
External sales	5,029,934	77,663,216	62,339,527	12,919,263	11,517,969	2,913,027	172,382,936
Results							
Segment results	1,657,533	9,325,518	5,825,782	2,204,913	1,365,706	542,458	20,921,910
Interest expense	(1,764,369)	(412,704)	(241,755)	(15,326)	(311,205)	(4,895)	(2,750,254)
Share of profits from associates	127,360	-	-	-	-	-	127,360
(Loss)/Profit before tax	20,524	8,912,814	5,584,027	2,189,587	1,054,501	537,563	18,299,016
Income tax expense	-	-	-	-	-	-	(4,979,296)
Profit for the year	-	-	-	-	-	-	13,319,720
Total Assets							
Segment assets	135,117,845	78,387,268	69,294,557	139,981,179	49,129,785	3,845,428	475,756,062
Interest in associate	-	-	-	-	-	-	456,957
Unallocated corporate assets	-	-	-	-	-	-	58,082,206
Total assets	-	-	-	-	-	-	534,295,225
Total liabilities							
Segment liabilities	41,129,409	43,232,048	9,022,086	11,556,927	6,958,917	2,642,558	114,541,945
Unallocated corporate liabilities	-	-	-	-	-	-	3,505,805
Total liabilities	-	-	-	-	-	-	118,047,750

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A. Notes to the Interim Financial Statements (cont'd.)

A9. Segmental reporting (cont'd.)

Business Segments (cont'd.)

**Financial year 12 months ended
31 December 2020 (cont'd.)**

	Investment RM	Construction RM	Quarry RM	Property development RM	Utilities RM	Others RM	Total RM
Type of goods or services							
Construction contracts	-	77,613,639	-	-	-	-	77,613,639
Sale of completed properties	-	-	-	6,364,526	-	-	6,364,526
Sale of development properties	-	-	-	6,529,885	-	-	6,529,885
Sale of goods and services	6,660	49,577	62,339,527	24,852	11,517,969	2,913,027	76,851,612
Sale of land	-	-	-	-	-	-	-
Revenue from contracts with customers	6,660	77,663,216	62,339,527	12,919,263	11,517,969	2,913,027	167,359,662
Rental income from investment properties	5,023,274	-	-	-	-	-	5,023,274
	5,029,934	77,663,216	62,339,527	12,919,263	11,517,969	2,913,027	172,382,936
Geographical markets							
Malaysia	6,660	77,663,216	62,339,527	12,919,263	-	2,913,027	155,841,693
Lao People's Democratic Republic	-	-	-	-	11,517,969	-	11,517,969
	6,660	77,663,216	62,339,527	12,919,263	11,517,969	2,913,027	167,359,662
Timing of transfer of goods or services							
At a point in time	6,660	49,577	62,339,527	6,364,526	11,517,969	2,913,027	83,191,286
Over time	-	77,613,639	-	6,554,737	-	-	84,168,376
	6,660	77,663,216	62,339,527	12,919,263	11,517,969	2,913,027	167,359,662

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A. Notes to the Interim Financial Statements (cont'd.)

A9. Segmental reporting (cont'd.)

Business Segments (cont'd.)

**Financial year 12 months ended
31 December 2019**

	Investment RM	Construction RM	Quarry RM	Property development RM	Utilities RM	Others RM	Total RM
Revenue							
Total revenue	6,400,515	81,549,365	65,503,052	28,653,847	12,045,950	2,819,620	196,972,349
Inter-segment sales	(572,834)	(6,197,058)	(2,766,415)	-	(486)	(1,107,340)	(10,644,133)
External sales	5,827,681	75,352,307	62,736,637	28,653,847	12,045,464	1,712,280	186,328,216
Results							
Segment results	3,555,842	7,923,149	4,805,336	(3,205,417)	3,563,880	1,792,417	18,435,207
Interest expense	(2,557,072)	(3,929,918)	(107,033)	(552)	(374,814)	-	(6,969,389)
Share of profits from associates	-	-	-	71,513	-	-	71,513
Profit/(Loss) before tax	998,770	3,993,231	4,698,303	(3,134,456)	3,189,066	1,792,417	11,537,331
Income tax expense	-	-	-	-	-	-	(4,731,357)
Profit for the year	-	-	-	-	-	-	6,805,974
Total Assets							
Segment assets	136,288,266	90,008,643	71,580,396	117,207,654	58,132,222	1,947,483	475,164,664
Interest in associates	-	-	-	-	-	-	329,597
Unallocated corporate assets	-	-	-	-	-	-	72,036,752
Total assets	-	-	-	-	-	-	547,531,013
Total liabilities							
Segment liabilities	47,767,807	51,196,172	10,765,690	16,061,224	9,725,998	81,077	135,597,968
Unallocated corporate liabilities	-	-	-	-	-	-	2,981,103
Total liabilities	-	-	-	-	-	-	138,579,071

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A. Notes to the Interim Financial Statements (cont'd.)

A9. Segmental reporting (cont'd.)

Business Segments (cont'd.)

**Financial year 12 months ended
31 December 2019 (cont'd.)**

	Investment RM	Construction RM	Quarry RM	Property development RM	Utilities RM	Others RM	Total RM
Type of goods or services							
Construction contracts	-	74,388,473	-	-	-	-	74,388,473
Sale of completed properties	-	-	-	11,922,965	-	-	11,922,965
Sale of development properties	-	-	-	15,963,214	-	-	15,963,214
Sale of goods and services	4,820	963,834	62,736,637	338,364	12,045,464	1,712,280	77,801,399
Sale of land	-	-	-	429,304	-	-	429,304
Revenue from contracts with customers	4,820	75,352,307	62,736,637	28,653,847	12,045,464	1,712,280	180,505,355
Rental income from investment properties	5,822,861	-	-	-	-	-	5,822,861
	5,827,681	75,352,307	62,736,637	28,653,847	12,045,464	1,712,280	186,328,216
Geographical markets							
Malaysia	4,820	75,352,307	62,736,637	28,653,847	-	1,712,280	168,459,891
Lao People's Democratic Republic	-	-	-	-	12,045,464	-	12,045,464
	4,820	75,352,307	62,736,637	28,653,847	12,045,464	1,712,280	180,505,355
Timing of transfer of goods or services							
At a point in time	4,820	963,834	62,736,637	12,552,769	12,045,464	1,712,280	90,015,804
Over time	-	74,388,473	-	16,101,078	-	-	90,489,551
	4,820	75,352,307	62,736,637	28,653,847	12,045,464	1,712,280	180,505,355

A. Notes to the Interim Financial Statements (cont'd.)

A10. Material Subsequent Events

There were no material events after the interim period that have not been reflected in the interim financial statements for the current financial year to date.

A11. Changes in Composition of the Group

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

A12. Changes in Contingent Liabilities and Assets

(a) Contingent Liabilities

	As at 31 December	
	2020	2019
	RM	RM
Unsecured:		
Corporate guarantees given to banks for facilities granted to subsidiaries	86,320,062	79,777,984
Corporate guarantees given to third parties for credit facilities granted to subsidiaries	60,055	796,862
	<u>86,380,117</u>	<u>80,574,846</u>

The Company monitors the performance of its subsidiaries closely to ensure they meet all their financial obligations. In view that there is minimal risk of default, the Company has not recognized the value of the obligation under the financial guarantee in the statement of financial position.

(b) Contingent Assets

There were no contingent assets since 31 December 2019.

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A. Notes to the Interim Financial Statements (cont'd.)

A13. Related Party Disclosures

Significant related party transactions are as follows:

	Current Quarter 3 months ended 31 December		Financial Year 12 months ended 31 December	
	2020	2019	2020	2019
	RM	RM	RM	RM
Architect fees paid to Arkitek Ding Poi Kooi	-	(121,041)	-	(121,041)
Claims received from Isyoda (M) Sdn. Bhd.	552,565	-	552,565	-
Purchase of consumables from DKLS Service Station	(1,382)	(2,254)	(5,568)	(9,497)
Rental of car park paid to Aplikasi Budimas Sdn Bhd	(4,690)	(5,780)	(18,040)	(24,120)
Rental income from Sri Ikhlas Kredit Sdn Bhd	900	-	2,100	-
Supply of electricity by Ipoh Tower Sdn Bhd	(18,789)	(18,407)	(70,184)	(76,904)

The Directors are of the opinion that all related party transactions have been entered into in the ordinary course of business at arm's length basis on normal commercial terms.

There were no transactions with key management personnel other than the remuneration package paid to them in accordance with the terms and conditions of their employment.

A14. Capital Commitments

	As at 31 December 2020 RM
Approved and contracted for: Property, plant and equipment	-

A15. Operating lease commitments - as lessor

Future minimum rentals receivables under non-cancellable operating leases are as follows:

	As at 31 December 2020 RM
Not later than 1 year	4,022,414
Later than 1 year but not later than 5 years	2,114,779
	<u>6,137,193</u>

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B. Additional information required by BMSB's Listing Requirements

B1. Operating Segment Review

(a) Review of Performance for 4Q20 vs 4Q19

The Group recorded revenue of RM69.327 million for the fourth quarter ended 31 December 2020 (4Q20), increased by RM25.507 million (or 58.2%), as compared to the revenue of RM43.820 million for the corresponding quarter ended 31 December 2019 (4Q19). On a back of higher revenue, the Group has recorded a pre-tax profit of RM3.474 million for 4Q20 as compared to a pre-tax loss of RM6.646 million for 4Q19. The fluctuation in revenue and pre-tax profit of the Group can be analysed as below:-

4Q20 vs 4Q19

Increase/(Decrease)	Revenue RM'000	Pre-tax profit RM'000
Investment	(119)	(1,234)
Construction	18,939	4,923
Quarry	3,433	731
Property development	706	6,542
Utilities	(314)	(989)
Others	2,862	147
	<u>25,507</u>	<u>10,120</u>

The pre-tax profit for 4Q20 and pre-tax loss for 4Q19 were affected by the following exception items:

- Land held for property development written off due to uncertainty of obtaining title of RMNil (4Q19 : RM6.222 million).
- Allowance for impairment losses on receivables of RM2.847 million (4Q19 : reversal of impairment of RM0.193 million).
- Lower interest expense of RM1.030 million (4Q19 : RM4.637 million).
- Loss on fair value adjustments on investment properties of RM1.550 million (4Q19 : gain on fair value adjustments of RM0.100 million).

B. Additional information required by BMSB's Listing Requirements (cont'd.)

B1. Operating Segment Review (cont'd.)

(b) Review of Performance to date for FY20 vs FY19

For the current financial year ended 31 December 2020 (FY20) under review, the Group recorded a lower revenue of RM172.383 million, a decrease of RM13.945 million (or 7.5%), as compared to the revenue of RM186.328 million for the corresponding financial year ended 31 December 2019 (FY19). Despite the lower revenue recorded, the Group achieved a higher pre-tax profit of RM18.299 million, an increase of RM6.762 million (or 58.6%) as compared to the pre-tax profit of RM11.537 million for FY19. The lower revenue and the higher pre-tax profit of the Group can be analysed as below:-

FY20 vs FY19

Increase/(Decrease)	Revenue RM'000	Pre-tax profit RM'000
Investment	(798)	(978)
Construction	2,311	4,920
Quarry	(397)	886
Property development	(15,735)	5,324
Utilities	(527)	(2,135)
Others	1,201	(1,255)
	<u>(13,945)</u>	<u>6,762</u>

Investment

The investment segment derives its main income from investment properties.

The revenue for FY20 was at RM5.030 million, a drop of 14% or RM0.798 million compared to preceding year of RM5.828 million, largely due to expiry and early termination of certain leases and provision of rental assistance to the tenants during the COVID 19 pandemic outbreak. Correspondingly, the investment segment recorded a lower pre-tax profit of RM0.021 million as compared to pre-tax profit of RM0.999 million in FY19.

The pre-tax profit in FY20 was also affected by the fair value loss on investment properties of RM1.5 million in FY20 (FY19 : RMNil) and partially mitigated by higher compensation of RM0.263 million from tenants due to early termination of leases and the lower interest expenses and depreciation charges of RM0.925 million.

B. Additional information required by BMSB's Listing Requirements (cont'd.)

B1. Operating Segment Review (cont'd.)

(b) Review of Performance to date for FY20 vs FY19 (cont'd.)

Construction

The construction segment has recorded a higher revenue of RM77.663 million (FY19 : RM75.352 million) and higher pre-tax profit of RM8.913 million (FY19 : RM3.993 million) for the current financial year under review.

The higher revenue and pre-tax profit for FY20 as compared to FY19 were mainly due to recognition of additional profits from previous completed projects upon obtaining final approval from main contractor and also the closing of one of the ongoing projects.

The pre-tax profit for the current financial year under review also further affected by the following items:

- (a) Allowance for impairment losses on receivables of RM3.523 million (FY19 : RM0.346 million).
- (b) Interest expense from discounting of long term receivables of RM0.410 million (FY19 : RM3.903 million).
- (c) Amortised interest income from long term receivables of RM1.298 million (FY19 : RM0.159 million).
- (d) Lower depreciation of RM0.913 million (FY19 : RM1.716 million).

Quarry

Despite achieving a lower revenue of RM62.339 million (FY19 : RM62.737 million), the quarry segment recorded a higher pre-tax profit of RM5.584 million as compared to RM4.698 million in FY19. This was largely due to lower operating costs and raw material cost in particular bitumen cost but partially offset by impairment losses on receivables of RM0.878 million (FY19 : reversal of impairment losses of RM0.027 million).

Property Development

The development segment continued to record a lower revenue of RM12.919 million as compared to RM28.654 million in FY19.

However, the property development segment has recorded a pre-tax profit of RM2.189 million as compared to a pre-tax loss of RM3.134 million in FY19 mainly due to government grant of RM1.056 million received (FY19 : RM0.335 million) for PPAM projects, reversal of impairment loss on property development of RM0.019 million compared to impairment loss of RM0.432 million in FY19 and also no exceptional loss versus to RM6.222 million loss arising from land held for property development written off in FY19.

B. Additional information required by BMSB's Listing Requirements (cont'd.)

B1. Operating Segment Review (cont'd.)

(b) Review of Performance to date for FY20 vs FY19 (cont'd.)

Utilities

The revenue of utilities segment is derived from supply of treated water and related services to consumers from a water treatment plant located in Lao People's Democratic Republic.

The utilities segment has recorded a lower pre-tax profit RM1.055 million (FY19 : RM3.189 million) on a lower revenue of RM11.518 million (FY19 : RM12.045 million). The lower pre-tax profit was mainly due to revision of estimated useful life of certain types of plant in 4Q19 which resulted in higher depreciation charges of RM4.944 million (FY19 : RM3.067 million). If this was excluded, the utilities segment would have recorded a fairly consistent margin on lower revenue.

B2. Variance of Results Against Preceding Quarter

	Current quarter 31 December 2020 ("4Q20") RM'000	Immediate preceding quarter 30 September 2020 ("3Q20") RM'000	Changes amount RM'000
Revenue	69,327	51,600	17,727
Pre-tax profit	3,474	10,124	(6,650)

Despite achieving a higher revenue, the Group recorded a lower pre-tax profit as compared to the immediate preceding quarter mainly due to lower margin from the on-going construction projects in the current quarter as compared to higher margin contribution from the closing of one of the on-going projects in the immediate preceding quarter.

The pre-tax profits for 4Q20 and 3Q20 were also affected by the following items:

- (a) Allowance for impairment losses on trade receivables of RM2.847 million (3Q20 : RM0.915 million).
- (b) Loss on fair value adjustments of investment properties of RM1.550 million (3Q20 : RMNil).
- (c) Higher interest expenses of RM1.030 million (3Q20 : RM0.472 million) mainly attributed from discounting of long term receivables.
- (d) Loss on foreign exchange of RM0.413 million (3Q20 : RM0.236 million).
- (e) Higher operating cost in meeting regulatory requirement of RM1.200 million (3Q20 : RM Nil).

B. Additional information required by BMSB's Listing Requirements (cont'd.)

B3. Projects

The poor showing in 4th Quarter 2020 GDP that came in at -3.4% is within expectations. It was dragged by the rising number of Covid-19 cases and restrictive measures that ensued. Thus, the full-year GDP fell by 5.6%, the worst since -7.4% in the 1998 Asian financial crisis. All sectors, except manufacturing, performed badly in 4th Quarter 2020.

To combat the economic fallout from the on-going movement control, the government has unveiled initiatives under the Budget 2021 initiatives and the Permai assistance package worth RM15 billion. Recovery is also dependent on the effectiveness of governments' policies, containment of COVID-19 and deployment of the vaccines. Malaysia would go through an "uneven recovery" as COVID-19 pandemic scenario is very uncertain and fluid.

The construction sector remained uncertain which very much depends on the unveiling of the 12th Malaysia Plan and the timing of the rollout of the public infrastructure projects. Construction players are subject to higher operating cost and operating risks. The higher operating risk is due to the potential stop-work order or enhanced movement control order on the dormitory in the event of Covid-19 infections, shortage of foreign workers as borders remain largely closed and the policy to reduce the country's reliance on foreign workers. Noting of these challenges, the Group is cautiously optimistic that its existing construction activities will continue to contribute positively to the Group's earnings and prospects of replenishment of its order book in a more competitive environment. In addition, strategies had also been drawn up to enhance operational and cost efficiency for better returns.

The overall local property market is expected to remain soft with added uncertainties created by the virus outbreak and on-going movement control order. The key issues affecting the property market are price affordability, overhang of certain segments of properties, rising cost of living and stringent lending policies. The level of residential property overhang in Malaysia may stabilise slightly in 2021 but is expected to remain high as the price-to-income ratio continues to affect affordability. The reintroduction of the Home Ownership Campaign (HOC) from 1 June 2020 to 31 May 2021 and the extension of stamp duty exemption for loan agreement from 1 January 2021 to 31 December 2025 for first time home buyers is timely and had spur more activities in the property market. The Group has capitalised on this whilst enhancing our marketing through social media.

The utilities segment's concession water treatment plant in Lao People's Democratic Republic have not been significant impacted by Covid-19 pandemic and will continue to contribute a stable and sustainable recurring income stream to the Group. However, the volatility of the foreign exchanges rates may impact the segment's performance in the forthcoming year.

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B. Additional information required by BMSB's Listing Requirements (cont'd.)

B4. Income tax expense

	Current Quarter 3 months ended 31 December		Financial Year 12 months ended 31 December	
	2020 RM	2019 RM	2020 RM	2019 RM
Malaysia income tax:				
Current income tax	1,609,195	543,173	4,426,641	3,395,386
Under provision in prior years	(19,286)	463	1,000	23,566
Foreign tax:				
Current tax	15,069	234,550	226,236	703,517
Over provision in prior years	-	(16,901)	-	(16,901)
	<u>1,604,978</u>	<u>761,285</u>	<u>4,653,877</u>	<u>4,105,568</u>
Deferred income tax:				
Relating to origination and reversal of temporary differences	(166,666)	(878,474)	298,104	128,678
Under/(Over) provision in prior years	53,092	6,074	33,474	97,280
	<u>(113,574)</u>	<u>(872,400)</u>	<u>331,578</u>	<u>225,958</u>
Real property gains tax	-	(755)	1,239	10,968
Withholding tax	(7,398)	388,863	(7,398)	388,863
Income tax expense	<u>1,484,006</u>	<u>276,993</u>	<u>4,979,296</u>	<u>4,731,357</u>

Current income tax is calculated at the Malaysian corporate statutory tax rate of 24% of the estimated assessable profit for the year.

Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

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B4. Income tax expense (cont'd.)

A reconciliation of income tax expense applicable to profit/(loss) before tax at the statutory income tax rate to income tax expense at the effective income tax rate is as follows:

	Current Quarter 3 months ended 31 December		Financial Year 12 months ended 31 December	
	2020	2019	2020	2019
	RM	RM	RM	RM
Profit/(loss) before tax	3,474,153	(6,645,832)	18,299,016	11,537,331
Taxation at applicable tax rates	833,798	(1,595,004)	4,391,764	2,768,955
Income not subject to tax	(524,181)	(1,553,494)	(1,657,185)	(2,316,852)
Expenses not deductible for tax purposes	1,380,362	3,332,077	2,511,988	3,980,192
Expenses under special deduction for tax purposes	(3,916)	-	(33,856)	-
Current year tax losses that cannot be carried forward	568	546	852	853
Difference in tax rate of foreign subsidiaries	(13,250)	(54,961)	(55,483)	(143,737)
Deferred tax assets not recognised	(20,192)	265	513	1,874
Deferred tax on fair value adjustment	31,646	10,999	31,646	10,999
Deferred tax on undistributed earnings from foreign subsidiary	(298,735)	(114,683)	(239,258)	(74,703)
Real property gains tax	-	(755)	1,239	10,968
Utilisation of previously unrecognised deferred tax assets	-	-	-	-
Withholding tax	64,100	262,367	(7,398)	388,863
Under provision of current tax in prior years	(19,286)	463	1,000	23,566
Over provision of foreign tax in prior years	-	(16,901)	-	(16,901)
Under/(Over) provision of deferred tax in prior years	53,092	6,074	33,474	97,280
Income tax expense	1,484,006	276,993	4,979,296	4,731,357

B5. Corporate Proposals and Profit Forecast

Not applicable as no profit forecast was published.

There were no corporate proposals announced but not completed as at the reporting date.

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B6. Borrowing and Debt Securities

	As at 31 December	
	2020	2019
	RM	RM
Short term borrowings		
Bank overdrafts (secured)	3,742,940	5,683,619
Bank overdrafts (unsecured)	-	17,713
Hire purchase liabilities (secured)	600,339	1,387,775
Lease liabilities (unsecured)	14,411	39,688
Revolving credit (secured)	-	1,205,980
Term loans (secured)	7,972,053	5,000,004
	<u>12,329,743</u>	<u>13,334,779</u>
Long term borrowings		
Hire purchase liabilities (secured)	254,285	28,852
Lease liabilities (unsecured)	110,043	129,052
Term loans (secured)	38,120,801	46,500,779
	<u>38,485,129</u>	<u>46,658,683</u>
Total borrowings	<u>50,814,872</u>	<u>59,993,462</u>

Loans and borrowings at the reporting date are denominated in the following currencies:

	As at 31 December	
	2020	2019
	RM	RM
Ringgit Malaysia	46,979,992	54,212,924
Lao Kip	3,834,880	5,780,538
	<u>50,814,872</u>	<u>59,993,462</u>

The loans and borrowings denominated in Lao Kip was undertaken by a foreign subsidiary in which the repayment is to be settled in the functional currency of the said subsidiary as such no hedging to Ringgit Malaysia is required.

B7. Changes in Material Litigation

There was no material litigation against the Group as at the reporting date.

B8. Proposed Dividend

The directors are pleased to recommend the payment of first and final single tier dividend for the shareholders' approval at the forthcoming Annual General Meeting as follows:

- (a) A first and final single tier dividend of 2.00 sen (2019 : 3.00 sen) per share.
- (b) (i) Amount per share : 2.00 sen per share.
(ii) Previous financial year : 3.00 sen per share.
(iii) Total dividend for the current financial year : 2.00 sen (2019 : 3.00 sen) per share.
- (c) Date of payment will be determined at a later date.
- (d) Date of entitlement will be determined at a later date.

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B9. Basic Earnings Per Share

(a) Basic

Basic earnings per share amounts are calculated by dividing profit/(loss) for the year attributable to ordinary equity holders of the parent by the weighted number of ordinary shares in issue during the financial year:

	Current Quarter 3 months ended 31 December		Financial Year 12 months ended 31 December	
	2020	2019	2020	2019
	RM	RM	RM	RM
Profit/(loss) attributable to owners of the Company	1,917,411	(7,195,783)	13,020,725	5,952,695
Weighted average number of ordinary shares in issue	92,699,600	92,699,600	92,699,600	92,699,600
	Sen	Sen	Sen	Sen
Basic earnings per share	2.07	(7.76)	14.05	6.42

(b) Diluted

There is no dilutive effect on earnings per share as the Company has no potential issues of ordinary shares.

B10. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2019 was unqualified.

B11. Financial Assistance in the Ordinary Course of Business

As at the end of the reporting period, DKLS Construction Sdn Bhd, a wholly-owned subsidiary of the Company, as a Turnkey Contractor, in the ordinary course of business has advanced a total of RM18.7 million to its main contractor to finance the development works.

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B12. Fair value of non-financial assets and financial instruments

The following table provides the fair value measurement hierarchy of the Group's non-financial assets and financial instruments as at 31 December 2020:

Fair value of financial instruments that are carried at fair value

	Quoted prices in active markets for identical assets Level 1 RM	Significant other observable inputs Level 2 RM	Significant unobservable inputs Level 3 RM
Non-financial assets:			
Investment properties	-	-	115,600,000
Financial assets:			
Long term/short term investments			
- Equity instruments (quoted)	21,957	-	-
- Unit trust fund (quoted)	-	53,743,012	-
Financial liabilities:			
Other commitments	-	2,262,971	-

There were no transfers between Level 1 and Level 2 fair value measurements during the period, and no transfers into or out of Level 3 fair value measurements during the period.

Level 1

Level 1 fair value is derived from quoted market price (unadjusted) in active markets for identical investment properties that the entity can access at the measurement date.

Level 2

Level 2 fair value is estimated using inputs other than quoted market prices included within Level 1 that are observable for the investment property, either directly or indirectly.

Level 3 fair value

Level 3 fair value is estimated using unobservable inputs for the investment property. The most significant unobservable inputs into this valuation approach is price per square feet of comparable properties and recent estimated net income then capitalised by using an appropriate rate of interest (yield).

B12. Fair value of non-financial assets and financial instruments (cont'd.)

Fair value of financial instruments that are carried at fair value (cont'd.)

Determination of fair value

Investment properties

Fair value is determined based on valuations at the reporting date. Valuations are performed by accredited independent valuers with recent experience in the location and category of properties being valued. The valuations are based on the comparison and income capitalisation method that makes reference to the recent transaction value.

Quoted equity instruments

Fair value is determined directly by reference to their published market bid price at reporting date.

Quoted unit trust fund

Fair value is determined directly by reference to their published net asset value at reporting date.

Other commitments (non-current)

The fair value of other commitments is estimated by discounting expected future cash flows at market borrowing interest rates.

Dated : 23 March 2021