

WIDETECH

(MALAYSIA) BERHAD Registration No.: 198401001418 (113939-U)



ANNUAL REPORT

2021

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Dato' Lim Kim Huat
Executive Chairman

Tan Sri Dato' Cheng Joo Teik
Executive Director

Choo Weng Wah
Executive Director
(appointed on 1.6.2021)

Dato' Douglas Cheng Heng Lee
Executive Director
(appointed on 16.7.2021)

Datuk Dr Ng Bee Ken
*Senior Independent
Non-Executive Director*

Chen Keng Sam
*Independent Non-Executive
Director*

Lim Sze Yeap
*Independent Non-Executive
Director*
(appointed on 1.6.2021)

Tan Sri Datuk Chu Sui Kiong
Executive Director
(resigned on 8.6.2021)

Tan Boon Seng
Executive Director
(resigned on 8.6.2021)

Loh Suan Phang
Executive Director
(resigned on 14.6.2021)

Dato' Lim Sin Khong
*Independent Non-Executive
Director*
(resigned on 1.7.2021)

Kong Sin Seng
*Non-Independent Non-Executive
Director*
(resigned on 1.7.2021)

AUDIT COMMITTEE

Datuk Dr Ng Bee Ken
*Chairman of Audit Committee
Senior Independent Non-Executive
Director*

Chen Keng Sam
Independent Non-Executive Director

Lim Sze Yeap
Independent Non-Executive Director
(appointed on 1.7.2021)

Dato' Lim Sin Khong
Independent Non-Executive Director
(resigned on 1.7.2021)

Kong Sin Seng
*Non-Independent Non-Executive
Director*
(resigned on 1.7.2021)

NOMINATION COMMITTEE

Datuk Dr Ng Bee Ken
*Chairman of Nomination Committee
Senior Independent Non-Executive
Director*

Chen Keng Sam
Independent Non-Executive Director

Lim Sze Yeap
Independent Non-Executive Director
(appointed on 1.7.2021)

Dato' Lim Sin Khong
Independent Non-Executive Director
(resigned on 1.7.2021)

REMUNERATION COMMITTEE

Lim Sze Yeap
*Chairman of Remuneration Committee
Independent Non-Executive Director*
(appointed on 1.7.2021)

Dato' Lim Sin Khong
*Chairman of Remuneration Committee
Independent Non-Executive Director*
(resigned on 1.7.2021)

Datuk Dr Ng Bee Ken
*Senior Independent Non-Executive
Director*

Chen Keng Sam
Independent Non-Executive Director

SECRETARIES

Lim Seck Wah
(MAICSA 0799845)
(SSM PC No: 202008000054)

Tang Chi Hoe (Kevin)
(MAICSA 7045754)
(SSM PC No: 202008002054)

REGISTERED OFFICE

Level 15-2
Bangunan Faber Imperial Court
Jalan Sultan Ismail
50250 Kuala Lumpur
Tel No: 603-26924271
Fax No: 603-27325388

SHARE REGISTRAR

Mega Corporate Services Sdn Bhd
[198901010682 (187984-H)]
Level 15-2
Bangunan Faber Imperial Court
Jalan Sultan Ismail
50250 Kuala Lumpur
Tel No: 603-26924271
Fax No: 603-27325388

AUDITORS

Grant Thornton Malaysia PLT
Chartered Accountants
Level 11, Sheraton Imperial Court
Jalan Sultan Ismail
50250 Kuala Lumpur

PRINCIPAL BANKERS

CIMB Bank Berhad
Maybank Berhad
Public Bank Berhad
RHB Asset Management Sdn Bhd

STOCK EXCHANGE LISTING

**Main Market of Bursa Malaysia
Securities Berhad**
Stock Name : WIDETEC
Stock Code : 7692

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Thirty-Seventh Annual General Meeting (“AGM”) of the Company will be conducted on a fully virtual basis via remote participation and voting through meeting platform of Vote2u at <https://web.vote2u.my> on Friday, 27 August 2021 at 11.30 am for the following purposes:

AGENDA

1. To table the Audited Financial Statements for the financial year ended 31 March 2021 together with the Reports of the Directors and Auditors thereon.
2. To approve the payment of Directors’ allowances and benefits up to RM75,000 from this AGM until the Thirty-Eighth AGM. **Ordinary Resolution 1**
3. To re-elect the following Directors retiring pursuant to the Company’s Constitution and being eligible, offer themselves for re-election:
 - (i) Datuk Dr Ng Bee Ken (Article 86) **Ordinary Resolution 2**
 - (ii) Dato’ Douglas Cheng Heng Lee (Article 92) **Ordinary Resolution 3**
 - (iii) Mr Choo Weng Wah (Article 92) **Ordinary Resolution 4**
 - (iv) Mr Lim Sze Yean (Article 92) **Ordinary Resolution 5**
4. To re-appoint Messrs Grant Thornton Malaysia PLT as Auditors of the Company and to authorise the Directors to fix their remuneration. **Ordinary Resolution 6**

SPECIAL BUSINESS

To consider and if thought fit, to pass the following Resolutions:

5. **RETENTION OF INDEPENDENT DIRECTOR** **Ordinary Resolution 7**

“THAT Datuk Dr Ng Bee Ken, who has served as an Independent Non-Executive Director of the Company for a cumulative term of more than 12 years be and is hereby retained as Independent Non-Executive Director of the Company.”
6. **AUTHORITY TO ISSUE SHARES** **Ordinary Resolution 8**

“THAT pursuant to Section 75 and 76 of the Companies Act 2016, the Directors be and are hereby empowered to issue shares in the Company, at any time until the conclusion of the next Annual General Meeting and upon such terms and conditions and for such purposes as the Directors may, in their absolute discretion, deem fit, provided that the aggregate number of shares issued does not exceed twenty per centum (20%) of the total number of issued shares of the Company at the time of submission to the authority AND THAT the Directors be and are also empowered to obtain the approval for the listing of and quotation for the additional shares so issued on Bursa Malaysia Securities Berhad and THAT such authority shall continue to be in force until the conclusion of the next Annual General Meeting of the Company.”

NOTICE OF ANNUAL GENERAL MEETING (Cont'd)

7. PROPOSED CHANGE OF THE COMPANY'S NAME

SPECIAL RESOLUTION 1

"THAT the name of the Company be changed from "Widetech (Malaysia) Berhad" to "Gametech Global Berhad" effective from the date of the Certificate of Incorporation on Change of Name of Company issued by the Companies Commission of Malaysia to the Company AND THAT the Constitution of the Company be hereby amended accordingly, wherever the name of that Company appears.

AND THAT the Directors of the Company be and are hereby authorized to take all such necessary steps to give effect to the Proposed Change of Company's Name and to carry out all the necessary formalities in effecting the Proposed Change of Company's Name".

BY ORDER OF THE BOARD

LIM SECK WAH (MAICSA 0799845) (SSM PC No: 202008000054)
TANG CHI HOE (KEVIN) (MAICSA 7045754) (SSM PC No: 202008002054)

COMPANY SECRETARIES

29 July 2021
Kuala Lumpur

NOTES:

- For the purpose of determining a member who shall be entitled to attend, speak and vote at the Thirty-Seventh Annual General Meeting, the Company shall be requesting the Record of Depositors as at 23 August 2021. Only a depositor whose name appears on the Record of Depositors as at 23 August 2021 shall be entitled to attend the said meeting or appoint proxies to attend, speak and vote on his/her behalf.*
- A proxy may but need not be a member of the Company. A member may appoint up to two (2) proxies to attend and vote at the same meeting. Where a member appoints two (2) proxies, the appointment of two (2) proxies shall be invalid unless the proportion of the shareholding to be represented by each proxy is specified.*
- Where a member is an authorised nominee as defined under the Central Depositories Act 1991, it may appoint at least one (1) proxy but not more than two (2) proxies in respect of each securities account it holds with ordinary shares of the Company standing to the credit of the said securities account.*
- Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("omnibus account"), there is no limit to the number of proxies which the exempt authorized nominee may appoint in respect of each omnibus account it holds.*
- The instrument appointing a proxy, in the case of an individual, shall be signed by the appointer or by his attorney duly authorised in writing, and in the case of a corporation, shall be executed under its Common Seal or under the hand of an officer or attorney of the corporation duly authorised.*
- The Form of Proxy shall be deposited at the Company's office at K-09-01, Block K, No. 2, Jalan Solaris, Solaris Mont' Kiara, 50480 Kuala Lumpur not less than forty-eight (48) hours before the time set for holding the meeting or any adjournment thereof. For further information on the electronic submission of proxy form, kindly refer to the Administrative Guide.*
- By submitting the duly executed proxy form, a member and his/her proxy consent to the Company (and/or its agents/ service providers) collecting, using and disclosing the personal data therein in accordance with the Personal Data Protection Act 2010 for this meeting and any adjournment thereof.*
- The members are advised to refer to the Administrative Guide on the registration and voting process for the Thirty-Seventh AGM.*

NOTICE OF ANNUAL GENERAL MEETING (Cont'd)

NOTES (cont'd):

9. Explanatory Notes:

Ordinary Resolution 7 Retention of Independent Director

The Board of Directors has vide the Nomination Committee conducted an assessment of independence of Datuk Dr Ng Bee Ken who has served as an Independent Non-Executive Director of the Company for a cumulative term of more than 12 years and recommended that Datuk Dr Ng Bee Ken be retained as Independent Non-Executive Director of the Company through a two-tier voting based on the following justifications:

- i) He has fulfilled the criteria under the definition of Independent Director pursuant to the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.
- ii) He remains independent and actively participate in the Board's deliberations and provide independent opinion to the Board.
- iii) He has in depth knowledge of the Company's business operations and he is committed to devote sufficient time and attention to the Company.
- iv) He has extensive experience in his profession to provide constructive opinions and ideas to the Board and Company.

Ordinary Resolution 8 Authority to Issue Shares

The Company wishes to renew the mandate on the authority to issue shares pursuant to Section 75 and 76 of the Act at the forthcoming Thirty-Seventh AGM of the Company. The previous mandate was not utilised and no proceeds were raised.

Bursa Securities had vide its directive letter dated 16 April 2020, allowed a listed corporation to seek higher general mandate under paragraph 6.03 of the Main Market Listing Requirements of Bursa Securities from the existing 10% to not more than 20% of the total number of issued shares (excluding treasury shares) ("20% General Mandate") until 31 December 2021, subject to compliance with applicable legal requirements and the Company's Constitution, and thereafter, the 10% general mandate will be reinstated unless further extension is granted by Bursa Securities.

The Company continues to consider opportunities to broaden its earnings potential. If any of the expansion/diversification proposals involves the issue of new shares, the Directors would have to convene a general meeting to seek approval of the shareholders.

In order to avoid any delay and costs involved in convening a general meeting to approve such issue of shares, it is thus considered appropriate that the Directors be empowered to issue and allot shares at any time to such persons/corporations in their absolute discretion for the purpose of possible fund raising exercises including but not limited to further placement of shares for purpose of funding current and/or future investment projects, working capital and/or acquisitions. The Directors are of the view that the 20% General Mandate is in the best interest of the Company and its shareholders as it will enable the Company to raise higher fund more speedily during this challenging period.

Special Resolution 1 Proposed Change Of the Company's Name

The explanatory note on Special Resolution 1 is set out in the Circular to Shareholders dated 29 July 2021.

MANAGEMENT DISCUSSION AND ANALYSIS

OVERVIEW

Widetech (Malaysia) Berhad (“Widetech”) is principally engaged in investment holding, provision of management services and rental of properties. The principal activities of its subsidiaries include manufacturing of precision springs, providing financing services, hotel and management of gaming operations.

GROUP PERFORMANCE REVIEW

Amidst the challenging environment surrounded by the Covid-19 pandemic, the Group posted an improved revenue of RM11.825 million, as compared to RM8.482 million in the financial year (“FY”) ended 31 March 2020.

While the pandemic, along with resulting international border closures and domestic travel restrictions and lockdown, have caused economic uncertainties and disruptions to our overseas operations, our manufacturing division helped to mitigate the impact with an impressive performance.

Despite an improved revenue, the Group registered a pre-tax loss of RM1.213 million, as opposed to a pre-tax profit of RM0.765 million in FY2020. Although our associate, Goldshore Capital Limited, reported a profit contribution of RM1.817 million, this was offset by a one-off written off of RM5.439 million on the amount due from our associate resulting in an overall loss for the Group during the financial year under review.

In addition, Goldshore Capital Limited, which was severely impacted by the pandemic, was disposed on 31 March 2021 resulting in a one-off gain on disposal of RM0.513 million.

BUSINESS OPERATIONS REVIEW

a) MANUFACTURING SEGMENT

Overview

Wire Master Spring Sdn Bhd (“WMS”) was incorporated in 1990 and strives to be a reputable manufacturer of precision springs of various shapes and sizes. The Company is ISO 9001 and ISO 14001 certified.

Performance Review

The Group enjoyed impressive profit contribution on higher revenue from WMS. Our investment in machineries with the latest technology in recent years to cater to various customers’ designs and specification has enabled us to drive our business growth in sales volume and customers base and thus, tremendously helped us to weather the pandemic crisis.

The manufacturing division achieved a revenue of RM10.873 million, as compared to RM7.079 million in FY2020. This translated into a higher pre-tax profit of RM2.472 million compared with RM0.863 million in FY2020.

Business Strategy and Future Prospects

WMS will continue in our focus on enhancing operational efficiencies along with cost optimisation to mitigate any negative impact of the ongoing pandemic to achieve a sustainable future.

MANAGEMENT DISCUSSION AND ANALYSIS (Cont'd)

BUSINESS OPERATIONS REVIEW (cont'd)

b) HOTEL SEGMENT

Overview

Lao-Malaysia Investments Group (“LMIG”), a 75% owned subsidiary of Asia Pacific Winning Limited, was incorporated in Laos. It is principally engaged in the operation of Hotel Riveria in Khamouanne Province, Thakhek, Laos.

Performance Review

Amidst the pandemic outbreak, LMIG experienced intermittent local travel restrictions and lockdown, along with prolonged international border closures, which substantially reduced the level of operations and depressed our financial results.

LMIG posted a lower revenue of RM0.570 million, as opposed to RM0.959 million in FY2020. Correspondingly, the hotel recorded a lower pre-tax loss of RM0.344 million compared with RM0.245 million in FY2020.

Cost containment was crucial to navigate us through this tough times. During the financial year under review, our hotel embarked on various cost cutting measures to conserve our cashflow which saw our operating costs reduced by 23%.

Business Strategy and Future Prospects

The risks associated with the pandemic remain as our hotel continued to experience Covid-19 related lockdown measures locally and worldwide in the first quarter of FY2022.

Against this challenging operating environment, LMIG will continue to manage our hotel with diligence, whilst tightening control over operating costs to ensure that we remain resilient for business sustainability. Continuous efforts are made to strengthen customers relationship management and rewards program to enhance customer satisfaction and support guest retention.

Health and safety have always been our top priority to ensure a safe and clean environment for our staff and guests. Hotel Riveria ensures enhanced precautionary measures are in place to ensure strict adherence to all regulations and guidelines by the local authorities.

c) JOINT VENTURE

Overview

Goldshore Capital Limited (“Goldshore”), a 40% owned associated company, was incorporated in the British Virgin Islands. It is principally engaged in the management and operation of four electronic gaming clubs in Nepal, along the India and Nepal border, on a joint venture basis with a local company since 2012.

Performance Review

Amidst the challenges of the pandemic, measures implemented to curb the virus by the Nepal government took a heavy toll on our clubs. The clubs recorded zero revenue while having to bear accumulating fixed operating costs due to prolonged suspension of its operations since 21 March 2020.

MANAGEMENT DISCUSSION AND ANALYSIS (Cont'd)

BUSINESS OPERATIONS REVIEW (cont'd)

c) JOINT VENTURE (cont'd)

Performance Review (cont'd)

Given the uncertainty of the indefinite closure of our clubs, Goldshore had on 1 October 2020 served a termination notice of the joint venture arrangement to their Nepalese partner to prevent further losses as they do not foresee the business to turn around in the near-term future. On 31 March 2021, the Group disposed our entire 40% equity interest in our loss-making associate resulting in a one-off gain on disposal of RM0.513 million.

During the financial year under review, Goldshore posted a profit contribution of RM1.817 million as opposed to RM0.104 million in FY2020. After taking into due consideration of the capital deficiency of Goldshore as at the disposal date, the Group had waived the amount due by Goldshore and hence, resulting in a share of debt waiver income of RM2.729 million. Excluding this one-off debt waiver income, Goldshore would have reported a loss contribution of RM0.911 million.

LOOKING FORWARD

Moving forward, the Group expects business and operating environment to remain challenging amidst continuous volatility and uncertainties clouding the global and local economy stemming from the ongoing war against Covid-19.

Although it is too early to predict when the travel restrictions will be lifted, we cautiously anticipate encouraging progress ahead on the recovery of the travel and tourism industry following widespread ongoing worldwide Covid-19 vaccination. Meanwhile, our immediate focus is to continue to place strong emphasis on improvement in our cashflow and cost control management, and operational efficiencies for business sustainability.

Mindful of the immense challenges ahead, the Board will endeavor to remain resilient to overcome the current obstacles and challenges with our Management team, who are strongly committed with their dedication, persistence and perseverance, to steer the Group forward.

The Board will remain cautious and vigilant in its pursuit to explore potential viable business opportunities to enhance shareholders value and future growth.

OUR GRATITUDE AND APPRECIATION

It is our pleasure to welcome Dato' Douglas Cheng Heng Lee, Mr Choo Weng Wah and Mr Lim Sze Yean to the Board. The Board look forward to having their extensive experience and guidance towards the Group's continued success.

The Board would also like to express our gratitude and sincere appreciation to our former directors, Tan Sri Datuk Chu Sui Kiong, Mr Loh Suan Phang, Mr Tan Boon Seng, Dato' Lim Sin Khong and Mr Kong Sin Seng, for their valuable contributions and commitments during their respective tenures. We wish them all the best for their future endeavors.

Lastly, we wish to extend our heartfelt appreciation to all our staff, customers, suppliers, business associates and bankers for their continued support and confidence in the Group.

PROFILE OF DIRECTORS

DATO' LIM KIM HUAT

Malaysian, Male, Aged 61
Executive Chairman

Dato' Lim Kim Huat was appointed to the Board of Directors ("the Board") on 26 February 2004 as Non-Independent Non-Executive Director and subsequently, assumed the position of Executive Chairman on 25 July 2006.

Dato' Lim is a certified public accountant by profession and is a member of The Malaysian Institute of Certified Public Accountants. He started his career with PricewaterhouseCoopers in Kuala Lumpur in 1980 before moving on to the commercial sector. Through his involvement as senior management personnel with various companies in Malaysia, Dato' Lim has extensive exposures and experience in diverse industries such as manufacturing, trading, property development, leisure & entertainment and food services.

Dato' Lim is currently the Managing Director of AbleGroup Berhad.

TAN SRI DATO' CHENG JOO TEIK

Malaysian, Male, Aged 75
Executive Director

Tan Sri Dato' Cheng Joo Teik was appointed to the Board on 6 December 2006.

Tan Sri Dato' Cheng has extensive experience in the commercial and service industry, including a remarkable career in a national airline as well as in the hospitality, entertainment and gaming sectors. As Group Executive Director of GPL Group, which specializes in the management of hotels, restaurants, recreational clubs, entertainment and gaming activities both locally and internationally, he was instrumental in implementing various internal controls and risk-controlled procedures for the group of companies in ensuring management and operational efficiency.

Tan Sri Dato' Cheng is an active member of civil society, as he constantly and continuously supports various philanthropic and charitable organizations and has contributed extensively to fund raising and welfare activities to aid vulnerable communities.

Tan Sri Dato' Cheng does not hold any directorship in other public company or listed corporation.

DATO' DOUGLAS CHENG HENG LEE

Malaysian, Male, Aged 45
Executive Director

Dato' Douglas was appointed to the Board on 16 July 2021.

Dato' Douglas is an advocate and solicitor. He is a graduate of the University of Melbourne, where he attained a Bachelor of Commerce and Law. He was a former Managing Director of Widetech (Malaysia) Berhad, a position he held until 6 December 2006. He had previously served as a fund manager to an asset management company, which is part of a local banking group.

Dato' Douglas also serves as a director in several companies, which operates across diverse industries including property management, gaming management and F&B, as well as a regional chain of franchised sport venues.

In addition to the director positions held above, Dato' Douglas is also active in the F&B and lifestyle entertainment segments. He is a key player behind Malaysia's largest integrated lifestyle entertainment hub.

Dato' Douglas does not hold any directorship in other public company or listed corporation.

PROFILE OF DIRECTORS (Cont'd)

CHOO WENG WAH

Malaysian, Male, Aged 39
Executive Director

Mr Choo Weng Wah was appointed to the Board on 1 June 2021.

Mr Choo graduated from University Malaya and has over 10 years of experience in Private Equity. He was most recently with Iris Corporation Berhad from 2018 - 2021. Prior to that, he was with Caprice Capital from 2013 - 2018. He started his career as a Management Associate in Hong Leong Group Securities. In 2008, he joined Deloitte Consulting (SEA) specializing in Strategy & Operations management consulting. In 2011, he was attached with Maybank Private Equity as a member of Maybank-MEACP Clean Energy Fund which was the first Clean Energy fund within SEA. He was involved in negotiating and reviewing fund agreements and the incorporation and management of onshore and offshore fund and investment structures. In addition, he was also involved in the divestments of a few investments within Maybank Private Equity.

Mr Choo does not hold any directorship in other public company or listed corporation.

DATUK DR NG BEE KEN

Malaysian, Male, Aged 66
Senior Independent Non-Executive Director

Datuk Dr Ng Bee Ken was appointed to the Board on 22 June 2009. He is the Chairman of the Audit Committee and Nomination Committee, and a member of Remuneration Committee.

Datuk Dr Ng holds a Bachelor of Law (Honours) from University of Wales, Cardiff, Wales and a Master of Laws from King's College, University of London. He is also a Barrister-at-Law of Lincoln's Inn, London, an Advocate & Solicitor of the High Court of Malaya and a certified mediator. He is presently the managing partner of the law firm Azri, Lee Swee Seng & Co.

He also holds Doctor of Divinity from Millennium International University in conjunction with Asia Pacific Seminary, Master of Science (Corporate Communication) from Universiti Putra Malaysia and is an Associate of the Association of Costs and Executive Accountants, England.

Datuk Dr Ng is currently the Chairman and an Independent Non-Executive Director of Pertama Digital Berhad (formerly known as Sinotop Holdings Berhad). He also sits on the board of Talam Transform Berhad, Opensys (M) Berhad and Yong Tai Berhad as an Independent Non-Executive Director.

CHEN KENG SAM

Malaysian, Male, aged 55
Independent Non-Executive Director

Mr Chen Keng Sam was appointed to the Board on 22 May 2017. He is a member of the Nomination, Remuneration and Audit Committee.

Mr Chen holds a Bachelor of Economic from Monash University, Australia.

Mr Chen holds a Bachelor of Economic from Monash University, Australia. Mr Chen was previously attached to Public Finance Bhd in 1989 before moving on to Hume Industries Berhad and Mesiniaga Berhad. He is well versed in the equities market, having been a remisier since 1996.

Mr Chen does not hold any directorship in other public company or listed corporation.

PROFILE OF DIRECTORS (Cont'd)

LIM SZE YEAN

Malaysian, Male, Aged 48
Independent Non-Executive Director

Mr Lim Sze Yean was appointed to the Board on 1 June 2021. Mr Lim is a member of the Audit Committee and Nomination Committee, and the Chairman of Remuneration Committee.

He graduated with a Master Degree in Business Administration from Rutherford University in 2006. He is a Chartered Accountant of the Malaysian Institute of Accountants and a Fellow Member of The Association of Chartered Certified Accountants. He is also currently an Associate Member of the Chartered Tax Institute of Malaysia (CTIM) and The Institute of Internal Auditors Malaysia (IIA).

He has more than 15 years of experience in various areas of finance, including corporate finance, internal controls and risk management. He started his career as a senior auditor, and in the course of his career, has served several public listed companies as Group Finance General Manager, Group Finance Director and Chief Financial Officer.

In October 2016, Mr Lim joined Cuscapi Berhad as Finance Director and was promoted to Chief Financial Officer on 1 April 2017. He also holds the office of Director in several subsidiaries of Cuscapi Berhad.

Mr Lim does not hold any directorship in other public company or listed corporation.

Notes to the Directors' Profile:

1. Save as disclosed above, Tan Sri Dato' Cheng Joo Teik and Dato' Douglas Cheng Heng Lee are father and son, both are substantial shareholders of the Company.
2. None of the Directors of Widetech have family relationships with any other Directors and/or major shareholders of the Company.
3. None of the Directors have been charged on any convictions of offences within the past 5 years other than traffic offences, if any, and has not been imposed of any public sanction or penalty by the relevant regulatory bodies during the financial year.
4. The Group has entered into recurrent related party transactions with party in which the Directors of the Company, namely, Tan Sri Dato' Cheng Joo Teik and Dato' Douglas Cheng Heng Lee have deemed indirect substantial financial interest as disclosed in note 24 of Financial Statements section of this annual report.
5. Save for the abovementioned disclosure, none of the other Directors have conflict of interest with the Widetech Group.
6. The details of Directors' attendance of Board Meetings during the financial year ended 31 March 2021 are disclosed on page 27 of this Annual Report.

PROFILE OF KEY SENIOR MANAGEMENT

DATO' LIM KIM HUAT

Malaysian, Male, Aged 61
Executive Chairman

Dato' Lim Kim Huat's profile is available on page 9.

FOO TOON CHAI

Malaysian, Male, Aged 51
Executive Director (Subsidiary)

Mr Foo Toon Chai started his career in Widetech Group in 1992. In 2003, he was promoted to Deputy General Manager and subsequently to General Manager of the manufacturing division in 2005 before assuming the current position of Executive Director of a subsidiary in 2017.

Mr Foo holds an Advanced Diploma in Marketing from University of Abertay Dundee, Scotland.

He also holds a Master of Business Administration from Southern Pacific University.

Mr Foo has more than 20 years of experience in the senior management of manufacturing industry.

None of the above Key Senior Management has any:-

- directorships in the Company, public companies and public listed companies except for Dato' Lim Kim Huat, who is the Executive Chairman of the Company and who is the Managing Director of AbleGroup Berhad;
- family relationship with any Directors and/or major shareholders of the Company;
- personal interest or conflict of interest with the Company;
- conviction for offences within the past five (5) years other than traffic offences (if any); and
- public sanctions or penalties imposed by the relevant regulatory bodies during the financial year ended 31 March 2021

AUDIT COMMITTEE REPORT

The Board of Directors of Widetech (Malaysia) Berhad (“Board”) is pleased to present the Audit Committee Report for the financial year ended 31 March 2021.

COMPOSITION AND MEETINGS

Composition

The Audit Committee composition comprising 3 Directors where all the Committee members are Independent Directors and at least 1 member shall be a member of the Malaysian Institute of Accountants or possess such other qualifications and/or experience as approved by the Bursa Malaysia Securities Berhad (“Bursa Securities”).

To be in line with the Malaysian Code on Corporate Governance, the Chairman of Audit Committee is not chairman of the Board.

As at the date of this Annual Report, the Audit Committee comprises three (3) Directors as follows:-

Chairman

Datuk Dr Ng Bee Ken - Senior Independent Non-Executive Director

Members

Chen Keng Sam - Independent Non-Executive Director
Lim Sze Yean (appointed on 1.7.2021) - Independent Non-Executive Director
Dato’ Lim Sin Khong (resigned on 1.7.2021) - Independent Non-Executive Director
Kong Sin Seng (resigned on 1.7.2021) - Non-Independent Non-Executive Director

The Audit Committee members possess a wide range of necessary skills to discharge their duties and are financially literate and have sufficient understanding of the company’s business and operation.

Meetings

The Audit Committee met five (5) times during the financial year ended 31 March 2021 and the details of attendance of the Audit Committee are as follows:-

Name of Director	Attendance
Datuk Dr Ng Bee Ken	5/5
Chen Keng Sam	5/5
Lim Sze Yean (appointed on 1.7.2021)	n/a
Dato’ Lim Sin Khong (resigned on 1.7.2021)	5/5
Kong Sin Seng (resigned on 1.7.2021)	5/5

Details of the members of the Audit Committee are contained in the Profile of Directors set out on pages 9 to 11 of this Annual Report.

AUDIT COMMITTEE REPORT (Cont'd)

TERMS OF REFERENCE

The terms of reference of the Audit Committee is made publicly available on the Company's website at <http://www.widetechbhd.com.my>.

SUMMARY OF WORKS OF THE AUDIT COMMITTEE

In accordance with the terms of reference of the Audit Committee, the following activities were undertaken by the Audit Committee during the financial year ended 31 March 2021, including the deliberation on and review of:-

- (a) the unaudited quarterly financial statements of the Group to ensure that they are in compliance with the requirements of relevant authorities, prior to submission to the Board for their approval and release of the Group's results to Bursa Securities.
- (b) the annual audited financial statements of the Group and of the Company prior to submission to the Board of Directors for consideration and approval.
- (c) the External Auditors' report in relation to audit and accounting issues arising from the audit; matters arising from the audit of the Group in meetings with the External Auditors without the presence of the executive Board members and management.
- (d) the internal audit plan, the internal audit report and the recommendations arising from the reviews conducted by the outsourced internal auditor.
- (e) the related party transactions and potential conflict of interest situation that may have arisen within the Company or Group.
- (f) the re-appointment of External Auditors and their audit fees, before the recommendation to the Board of Directors for approval.

INTERNAL AUDIT FUNCTION

During the financial year ended 31 March 2021, the Group's internal audit function was outsourced to an independent professional firm to review and improve its existing internal control process and to assist in identifying and managing the Group's risks and the control procedures to manage those risks.

During the financial year under review, the Internal Auditors carried out an independent internal audit review on the Sales and Credit Control of the subsidiary, Wire Master Spring Sdn. Bhd., based on the approved internal audit plan to assess the adequacy and effectiveness of internal controls within the Group.

The total cost incurred for the internal audit service for the financial year was RM16,000.

CORPORATE GOVERNANCE OVERVIEW STATEMENT

The Board of Directors of Widetech (Malaysia) Berhad (“**Widetech**” or “**the Company**”) is committed to cultivating a responsible organisation by instilling corporate conscience through excellence in Corporate Governance (“**CG**”) standards at all times. This includes accountability and transparency which is observed throughout the Group as a fundamental part of building a sustainable business and discharging its responsibilities to protect and enhance shareholders value and the financial performance of the Group. The Board is pleased to report on how the Company and the Group have applied the principles set out in the Malaysian Code on Corporate Governance (“**MCCG**”) and the Main Market Listing Requirements (“**MMLR**”) of Bursa Malaysia Securities Berhad.

BOARD LEADERSHIP AND EFFECTIVENESS

1.1 Composition of the Board

There are changes to the Board composition since the last Annual Report. 3 Executive Directors, 1 Non-Independent Non-Executive Director and 1 Independent Non-Executive Director have resigned and replaced by 2 Executive Directors and 1 Independent Non-Executive Director. These Directors resigned to pursue their respective business commitments. The newly appointed Directors have extensive working experience with proven track records. They will add value and improve the Board diversity to steer the Company forward.

The Board currently comprises seven (7) members, of whom, four (4) are Executive Directors (including the Executive Chairman), three (3) are Independent Non-Executive Directors. The profiles of the Directors are set out on pages 9 to 11 of this Annual Report.

The Board comprises highly respectable and professional persons and represent a diverse background of knowledge, expertise and experience. With their combined experiences and knowledge, they provide sound advice and judgment for the benefit of the Company and its shareholders. The mixed skills and experience are vital for the successful performance of the Company.

The Executive Directors are responsible for implementing the policies and decisions of the Board and overseeing the operations of the Group. The Non-Executive Directors play a pivotal role in ensuring that the strategies proposed by the executive management are for the benefits of the stakeholders and bring forth a balanced, unbiased and independent judgment on all aspects of the Group’s strategies and performance.

All Board members participated actively, including the 3 Independent Non-Executive Directors on any proposal brought up by the Management. There is no individual or small group of individuals dominate the Board’s decision making processes.

1.2 Board Responsibilities

1.2.1 Functions of the Board and Management

The Board is responsible for formulating and reviewing the strategic plans and key policies of the Company, and charting the course of the Group’s business operations whilst providing effective oversight of Management’s performance and resources in place, risk assessment and controls over business operations to meet the Company’s goals and objective.

The Board delegates and confers some of its authorities and discretion to the Chairman, Executive Directors, and Management as well as on properly constituted Board Committees comprising of both Executive and Independent Non-Executive Directors.

There is a clear division of responsibilities between the Chairman of the Board and the Executive Directors. The Chairman leads strategic planning at the Board level, while the Executive Directors, are responsible for the implementation of the policies laid down and execute the decision-making.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD LEADERSHIP AND EFFECTIVENESS (cont'd)

1.2 Board Responsibilities (cont'd)

1.2.1 Functions of the Board and Management (cont'd)

The Chairman is responsible for the Group's future business and strategy plan, setting goal to achieve the mission and vision. He provides leadership and governance of the Board, ensuring its effectiveness and assumes the formal role as the leader in chairing all Board meetings and shareholders' meetings. He leads the Board in overseeing Management and principally ensures that the Board fulfills its obligations and as required under the relevant legislations.

Some of the specific responsibilities of the Chairman include:-

- i) Manage Board meetings and boardroom dynamics by promoting the culture of openness and debate where Directors are encouraged to provide their views;
- ii) Work closely with the Executive Directors to ensure provision of accurate, timely and clear information to facilitate the Board to perform effectively, able to make informed decisions and to monitor the effective implementation of the Board's decisions;
- iii) To provide his view and decision objectively;
- iv) Ensure meetings of the shareholders are conducted in an open and proper manner with appropriate opportunity for them to ask questions; and
- v) As Group's official spokesperson.

The duties of Executive Directors include implementation of decisions and policies approved by Board. The business issues and decisions are reserved and subject to the Board. The Board oversees and manages the Group's day to day business, and makes strategic decisions. Each Executive Director is responsible for the respective business unit. There is no overlapping of each role and duty.

The role of Management is to support the Executive Directors to implement and execute the running of the general operations and financial business of the Company, in accordance with the delegated authority of the Board.

The Board Committees are made up of the Audit Committee ("AC"), Nomination Committee ("NC") and Remuneration Committee ("RC"); and are entrusted with specific responsibilities to oversee the Group's affairs, with authority to act on behalf of the Board in accordance with their respective Terms of Reference. At each Board meeting, minutes of the Board Committee meetings are presented to keep the Board informed. The Chairman of the relevant Board Committees also reports to the Board on key issues deliberated by the Board Committees at their respective meetings.

In general, the Non-Executive Directors are independent from Management. Their roles are to check and constructively challenge Management and monitor the success of Management in delivering the approved targets and business plans within the risk appetite set by the Board. They have direct access to the Management at all levels, and they engage with the External and Internal Auditors to address matters concerning Management and oversight of the Company's business and operations.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD LEADERSHIP AND EFFECTIVENESS (cont'd)

1.2 Board Responsibilities (cont'd)

1.2.1 Functions of the Board and Management (cont'd)

The following matters reserved for the Board's approval (including changes to any such matters) except where they are expressly delegated to a Committee of the Board:-

(A) Strategy and Management

1. Responsibility for the overall strategic direction and strategic plans for, and the overall management of Widetech and its subsidiaries (the "Group").
2. Approval of the Group's long-term objectives and sustainability strategy.
3. Approval of the annual operating and capital expenditure budgets and any material changes thereto.
4. Review of performance in the light of the Group's strategy, objectives, business plans, borrowings from financial institution, budgets and ensuring that any necessary corrective action is taken.
5. Oversight of the Group's operations ensuring:-
 - (a) competent and prudent management
 - (b) sound planning
 - (c) adequate system of internal control
 - (d) adequate accounting and other records
 - (e) compliance with statutory and regulatory obligations
6. Expansion of the Group's activities into new business or geographical areas.
7. Decision to cease to operate all or any material part of the Group's business or to cease to operate in any country that would result in the Group no longer having a presence in that country.
8. Any matters materially affecting the Group's overall reputation, including its brand and values.

(B) Structure and Capital

Changes relating to Group's capital structure including:-

1. Share split, capital reduction, issuance of unsecured securities.
2. New share issues (except pursuant to approved option scheme).
3. Establishment of employees' share and/or performance option scheme(s).

(C) Financial Reporting and Controls

1. Approval of the announcements of the interim and final results.
2. Approval of Widetech's audited financial statement and annual report.
3. Approval of any significant changes in accounting policies or practices.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD LEADERSHIP AND EFFECTIVENESS (cont'd)

1.2 Board Responsibilities (cont'd)

1.2.1 Functions of the Board and Management (cont'd)

The following matters reserved for the Board's approval (including changes to any such matters) except where they are expressly delegated to a Committee of the Board (cont'd):-

(D) Investment

Approval of major investment proposal, such as expansion of the Group's activities into new business, acquisitions, disposals and other contractual commitments entered into by the Group (not in the ordinary course of business).

(E) Communication

1. Approval of resolutions and corresponding documentation to be put forward to shareholders at a general meeting.
2. Approval of all circulars, prospectuses and listing particulars.

(F) Board Membership and Other Appointments

1. Following recommendations from the Nomination Committee, changes to the structure, size and composition of the Board (including appointment, re-designation, resignation and removal).
2. Establishment of Board committees, membership and terms of reference.
3. Review the continuation in office of directors at the end of their term of office, when they are due for retirement by rotation and consider recommendation of Nomination Committee on the continuation of office of directors.
4. Appointment or removal of Company Secretary.
5. Appointment, reappointment or removal of External Auditors and determination of their remuneration, upon recommendation from the Audit Committee.

(G) Remuneration

Review and approve the remuneration package for the Executive Directors upon recommendation from Remuneration Committee.

(H) Internal Controls and Governance

1. Review of the Group's internal controls and risk management, including the effectiveness of the system of internal controls, and consider significant risk issues referred to it.
2. Review of the Group's compliance with the Code on Corporate Governance.
3. Approve prosecution, defence and settlement of major litigation involving more than 10% of the Group's latest audited net profit or otherwise material to the interests of the Group.
4. Review of the performance of the Board, its Committees and individual Directors.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD LEADERSHIP AND EFFECTIVENESS (cont'd)

1.2 Board Responsibilities (cont'd)

1.2.2 Roles and Responsibilities in Discharging Fiduciary and Leadership Functions

The Board has discharged its responsibilities in the best interests of the Company. The following are among the key responsibilities of the Board:-

(a) Reviewing and Adopting the Company's Strategic Plans

The Board has in place a strategy planning process, whereby the Executive Director presents and proposes to the Board the Management's business plans for the ensuing year for the Board's review and approval. The Board will deliberate both Management's and its own perspectives, and challenge the Management's views and assumptions to ensure the best outcome.

(b) Overseeing the Conduct of the Company's Business

Executive Directors are responsible for the day-to-day management of the business and operations of the Group in respect of both its regulatory and commercial functions. They are supported by the Management.

The Management's performance, under the leadership of the Executive Director, is assessed by the Board through monitoring of the success in delivering the approved targets and business plans against the performance of the Group.

(c) Identifying Principal Risks and Ensuring the Implementation of Appropriate Internal Controls and Mitigation Measures

The AC, with the assistance from the Internal Audit, advises the Board to beef up the internal control system through a check and balance and highlighted on the high risk register faced by the Group and the adequacy of risk monitoring and control throughout the organisation. The AC reviews the action plan implemented and makes relevant recommendations to the Board to manage risks and improve the internal control system.

(d) Succession Planning

The Board has entrusted the NC and RC with the responsibilities to review candidates for the Board and key management positions and to determine remuneration packages for these appointments, as well as to formulate nomination, selection, remuneration and succession policies for the Group.

(e) Overseeing the Development and Implementation of A Shareholder Communications Policy for the Company

The Company strongly believes that effective and timely communication is essential in maintaining good relations with the shareholders, investors and investment community.

In addition to the above, shareholders and investors can make inquiries about investor relations matters with designated management personnel directly responsible for investor relations matters via dedicated e-mail addresses available at the corporate website.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD LEADERSHIP AND EFFECTIVENESS (cont'd)

1.2 Board Responsibilities (cont'd)

1.2.2 Roles and Responsibilities in Discharging Fiduciary and Leadership Functions (cont'd)

The Board has discharged its responsibilities in the best interests of the Company. The following are among the key responsibilities of the Board (cont'd):-

- (f) Reviewing the Adequacy and Integrity of Management Information and Internal Control System of the Company

The Board is ultimately responsible for the adequacy and integrity of the Company's internal control system. Details pertaining to the Company's internal control system and the reviews of its effectiveness are set out in the Statement on Risk Management and Internal Control of this Annual Report.

1.3 Company Secretaries

The Company Secretaries are qualified officers and meets the provision in Companies Act 2016. The Directors have the unrestricted access to the advice and services of the Company Secretaries to enable them to discharge their duties effectively. The Board is regularly updated and apprised by the Company Secretary on relevant regulatory requirements, codes or new statutes issued from time to time, issued by the regulatory authorities. The Company Secretaries are MAICSA member, experienced and competent on statutory and regulatory requirements.

The Company Secretaries' roles are to:-

- a) Support the Board and Board Committees;
- b) Update and advise the Board and its Committees on the Companies Act 2016, Company's Articles of Association, corporate governance and compliance with MMLR;
- c) Maintenance of statutory records;
- d) Serve notice to Directors and principal officers reminding them on trading in the Company's shares, during closed period in accordance with the MMLR;
- e) Ensure the quarterly financial results and all other relevant announcements are released to Bursa Securities on a timely basis;
- f) Play an important role in the annual general and extraordinary general meetings in ensuring that the due processes and proceedings are in place and properly managed. During the meeting, the Company Secretaries will assist the Chairman and the Board in the conduct of the meetings and ensure the minutes are properly recorded, particularly questions and issues raised by the shareholders; and
- g) Attend all Board and Committee meetings and ensure that all meetings are properly convened, accurate and proper records of the proceedings, and resolutions passed are taken and maintained in the statutory register of the Company.

The Company Secretaries also work closely with the Management to ensure that there are timely and appropriate information flows within and to the Board and Board Committees. The Company Secretaries also facilitate the communication of key decisions and policies between the Board, Board Committees and the Senior Management.

1.4 Supply of Information

The Board is supplied with timely information in the form and of a quality appropriate to enable it to discharge its duties. A structured agenda and comprehensive Board papers are circulated to all Directors at least three (3) days before meetings. Exceptions may be made for certain ad-hoc or urgent instances when Directors consent to shorter notice.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD LEADERSHIP AND EFFECTIVENESS (cont'd)

1.4 Supply of Information (cont'd)

The Board recognizes that the decision-making process is highly contingent on the quality of information furnished. As such, all Directors have unrestricted access to any information pertaining to the Company and the Group. All the Directors are supplied with relevant information and reports on financial, operational, corporate, regulatory, business development and audit matters, by way of Board reports or upon specific requests, for decisions to be made on an informed basis and effective discharge of Board's responsibilities. Where necessary, the Board may seek independent professional advice and information in the furtherance of their duties at the Company's expenses, so as to ensure the Directors are able to make independent and informed decisions. Minutes of each Board and Committee meeting and circular resolutions of the Board are kept at the registered office and are accessible by any Director during office hours.

BOARD CHARTER

The Board has adopted a Board Charter which defines the roles and responsibilities of the Board, its Committees, individual Directors and the Management. It also serves as a guide to Board members and senior management on the functions of the Board.

The Board Charter also defines the issues and decisions that are reserved for the Board. The Board Charter is available on the Company's corporate website at <http://www.widetechbhd.com.my>. The Board Charter which was last reviewed on 30 May 2018, shall be reviewed regularly or where the need arises, and/or updated from time to time to reflect changes to the Board's practices and amendments to the relevant rules, requirements and regulations.

CODE OF CONDUCT AND ETHICS

The Code of Conduct and Ethics was last reviewed on 25 June 2020 and will be reviewed periodically.

The Code of Conduct and Ethics is available on the Company's corporate website at <http://www.widetechbhd.com.my>.

WHISTLEBLOWING POLICY

The Whistleblowing Policy was last reviewed on 25 June 2020.

The Whistleblowing Policy will be reviewed periodically and it is available on the Company's corporate website at <http://www.widetechbhd.com.my>.

ANTI-BRIBERY & ANTI-CORRUPTION POLICY

Widetech has adopted the Anti-Bribery & Anti-Corruption Policy on 29 May 2020 and will be reviewed periodically.

The Anti-Bribery & Anti-Corruption Policy is available on the Company's corporate website at <http://www.widetechbhd.com.my>.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD COMMITTEE

Nomination Committee (“NC”)

The NC was established on 26 February 2004 and comprises exclusively Independent Non-Executive Directors.

The composition of NC and their attendance records of NC meetings are as follows:-

Name of Director	Position	Meeting Attendance
Datuk Dr Ng Bee Ken <i>(Senior Independent Non-Executive Director)</i>	Chairman	1/1
Chen Keng Sam <i>(Independent Non-Executive Director)</i>	Member	1/1
Lim Sze Yean <i>(Independent Non-Executive Director) (appointed on 1.7.2021)</i>	Member	n/a
Dato' Lim Sin Khong <i>(Independent Non-Executive Director) (resigned on 1.7.2021)</i>	Member	1/1

The terms of reference of NC are uploaded on the corporate website at <http://www.widetechbhd.com.my>.

The main duties of NC as follows:-

1. Develop, Maintain and Review Criteria for Recruitment and Annual Assessment of Directors Board Appointment Process

The NC is responsible for identifying and recommending suitable candidates for Board membership and also for assessing the performance of the Directors on an ongoing basis. The Board will have the ultimate responsibility and final decision on the appointment. This process shall ensure that the Board membership accurately reflects the long-term strategic direction and needs of the Company while it determines the skills matrix needed to support the strategic direction and needs of the Company.

Management shall then engage broadly to develop a pool of interested potential candidates meeting the skills, expertise, personal qualities and diversity requirements for both the Board and the Committee appointments.

The NC evaluates and matches the criteria of the candidate, and will consider diversity, including gender, where appropriate, and recommends to the Board for appointment.

Consideration will be given to those individuals possessing the identified skill, talent and experience.

The NC will contact those persons identified to determine the interest in serving the Company. This communication will ensure that prospective Board members have clarity regarding the nominating process as well as Director/ Board profiles, roles and responsibilities, expectations of time commitments and other information as required.

According to the Constitution of the Company, all Directors are required to submit themselves for re-election at intervals of not more than three (3) years. The Constitution also state that one-third (1/3) of the Board members shall retire from office at the Annual General Meeting (“AGM”) and shall be eligible for re-election at the same AGM.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD COMMITTEE (cont'd)

Nomination Committee (“NC”) (cont'd)

1. Develop, Maintain and Review Criteria for Recruitment and Annual Assessment of Directors Board Appointment Process (cont'd)

Any person appointed as a Director, either to fill a casual vacancy or as an addition to the existing Directors shall hold office only until the conclusion of the next annual general meeting, and shall be eligible for re-election but shall not be taken into account in determining the directors who are to retire by rotation at that meeting.

The Company shall then provide orientation and on-going education to the Board.

In making the selection, the Board is assisted by the NC to consider the following aspects:-

1. Probity, personal integrity and reputation – the person must have the personal qualities such as honesty, integrity, diligence and independence of mind and fairness.
2. Competence and capability – the person must have the necessary skills, ability and commitment to carry out the role.

The NC has evaluated the skills, competency, knowledge, social exposure, experience, professionalism and integrity of Dato' Douglas Cheng Heng Lee, Choo Weng Wah and Lim Sze Yean, and recommended to the Board for their appointment as Directors to fill the vacancies resulted from the resignation of Tan Sri Datuk Chu Sui Kiong, Tan Boon Seng, Loh Suan Phang, Kong Sin Seng and Dato' Lim Sin Khong from the Board.

The new Directors are sourced through business network of the Board members. Dato' Douglas Cheng Heng Lee is the son of Tan Sri Dato' Cheng Joo Teik.

2. Annual Assessment

The Board is tasked to review and evaluate its own performance and the performance of its Committees on an annual basis.

The assessment of the Board is based on specific criteria, covering areas such as the Board structure, Board operations, roles and responsibilities of the Board, the Board Committee and the Chairman's role and responsibilities.

For Individual (Self & Peer) Assessment, the assessment criteria include integrity and ethics, governance, strategic perspective, adding value, judgment and decision-making, teamwork, communication and commitment.

The results of the assessment would form the basis of the NC's recommendation to the Board for the re-election of Directors at the next AGM.

3. Gender Diversity Policy

The Board acknowledges the recommendations of the MCCG on the establishment of a gender diversity policy. The Board has yet to formalize a policy on gender diversity but will advocate non-discrimination of any form, whether based on age, race, religion or gender, throughout the group. This includes the selection of Board members. The Company believes in and provides equal opportunity to candidates with merit.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD COMMITTEE (cont'd)

Nomination Committee (“NC”) (cont'd)

3. Gender Diversity Policy (cont'd)

The Board, through the NC will consider the female representation when a vacancy arises. However, the appointment of a new Board member will not be guided solely by gender but will take into account the skills, experience, expertise, character, time commitment, integrity and other qualities in meeting the needs of the Company.

Remuneration Committee (“RC”)

The composition of RC and their attendance records of RC meetings are as follows:-

Name of Director	Position	Meeting Attendance
Dato' Lim Sin Khong (Independent Non-Executive Director) (resigned on 1.7.2021)	Chairman	1/1
Lim Sze Yean (Independent Non-Executive Director) (appointed on 1.7.2021)	Member	n/a
Datuk Dr Ng Bee Ken (Senior Independent Non-Executive Director)	Member	1/1
Chen Keng Sam (Independent Non-Executive Director)	Member	1/1

The terms of reference of RC are uploaded on the corporate website at <http://www.widetechbhd.com.my>.

The main duties and responsibilities of RC as follows:-

1. Remuneration Policies and Procedures RC

The RC and the Board ensure that the Company's remuneration policy remains supportive of the Company's corporate objectives and is aligned with the interest of shareholders, and that the remuneration packages of Directors and Key Senior Management Officers are sufficiently attractive to attract and to retain persons of high calibre.

The RC is responsible to recommend to the Board the remuneration framework for Directors necessary to attract, retain and motivate the Directors which are reflective of the Directors' experience and level of responsibilities.

It is the ultimate responsibility of the entire Board to approve the remuneration of the Executive Directors and none of the Executive Directors participate in any way in determining their individual remuneration. The remuneration and entitlements of the Non-Executive Directors is a matter of the Board of Directors as a whole, with individual Directors abstaining from decisions in respect of their remuneration.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD COMMITTEE (cont'd)

Remuneration Committee (“RC”) (cont'd)

1. Remuneration Policies and Procedures RC (cont'd)

Details of the Directors’ remunerations, fees and benefits payable to the Directors for the financial year ended 31 March 2021 are as follows:-

WIDETECH	Salary	Bonus	Fee	Allowance	Benefit-in-kind	Total
Executive Director						
Dato’ Lim Kim Huat	-	-	-	-	-	-
Tan Sri Dato’ Cheng Joo Teik	-	-	-	-	-	-
Tan Sri Datuk Chu Sui Kiong (resigned on 8.6.2021)	-	-	-	-	-	-
Loh Suan Phang (resigned on 14.6.2021)	-	-	-	-	-	-
Tan Boon Seng (resigned on 8.6.2021)	-	-	-	-	-	-
Choo Weng Wah (appointed on 1.6.2021)	-	-	-	-	-	-
Dato’ Douglas Cheng Heng Lee (appointed on 16.7.2021)	-	-	-	-	-	-
Non-Executive Director						
Datuk Dr Ng Bee Ken	-	-	-	18,000	-	18,000
Dato’ Lim Sin Khong	-	-	-	12,000	-	12,000
Kong Sin Seng	-	-	-	12,000	-	12,000
Chen Keng Sam	-	-	-	12,000	-	12,000
Lim Sze Yeap (appointed on 1.6.2021)	-	-	-	-	-	-
SUBSIDIARIES						
Executive Director						
Dato’ Lim Kim Huat	-	-	-	96,000	-	96,000
Tan Sri Dato’ Cheng Joo Teik	-	-	-	96,000	-	96,000
Tan Sri Datuk Chu Sui Kiong	-	-	-	68,423	-	68,423
Loh Suan Phang	-	-	-	96,000	-	96,000
Tan Boon Seng	-	-	-	96,000	-	96,000
Foo Toon Chai	294,140	73,250	-	-	-	367,390
Total	294,140	73,250	-	506,423	-	873,813

The senior management comprises of Dato’ Lim Kim Huat and Mr Foo Toon Chai. Details of their remuneration component including salary, bonus and benefits in-kind for the financial year ended 31 March 2021 are as above.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD COMMITTEE (cont'd)

Reinforce Independence

1. Annual Assessment of Independence

The Board, through the NC, shall assess the independence of Independent Directors annually. The criteria for assessing the independence of an Independent Director include the relationship between the Independent Director and the Company and his involvement in any significant transaction with the Company.

2. Tenure of Independent Directors

The Board has adopted a nine-year policy for Independent Non-Executive Directors. The Board would seek yearly shareholders' approval at the AGM if an Independent Director who has served in that capacity for more than nine years is to shall remain as an Independent Director.

If the Board continues to retain the independent director after year-12, the Board would provide justification and seek annual shareholders' approval through a two-tier voting process.

The NC will assess the independence of the Independent Director based on the assessment criteria developed by the NC, and recommended to the Board for recommendation to shareholders for approval. Justification for the Board's recommendation would be provided to shareholders.

3. Separation of the Positions of the Chairman and the Chief Executive Officer ("CEO")

Currently, the Company does not have a CEO. The Chairman leads the Board to ensure its effectiveness whereas the Executive Directors are responsible for the efficient and effective management of the business and operations of the Company.

Sustainability of Business

The Board is mindful of the importance of business sustainability and, in conducting the Group's business, the impact on the environmental, social, health and safety, staff welfare and governance aspects are taken into consideration. The Board takes heed of go green and energy saving by implementing several measures on sustainability.

Access to Information and Advice

The Board is supplied with relevant information and reports on financial, operational, corporate, regulatory, business development and audit matters, by way of Board reports or upon specific requests, for decisions to be made on an informed basis and effective discharge of Board's responsibilities.

Good practices have been observed for timely dissemination of meeting agenda, including the relevant Board and Board Committee papers to all Directors prior to the Board and Board Committee meetings, to give effect to Board decisions and to deal with matters arising from such meetings. The Executive Directors and/or other relevant Board members furnish comprehensive explanation on pertinent issues and recommendations by Management. The issues are then deliberated and discussed thoroughly by the Board prior to decision making.

In addition, the Board members are updated on the Company's activities and its operations on a regular basis. All Directors have access to all information of the Company on a timely basis in an appropriate manner and quality necessary to enable them to discharge their duties and responsibilities.

Senior Management of the Group and external advisers are invited to attend Board meetings to provide additional insights and professional views, advice and explanations on specific items on the meeting agenda. Besides direct access to Management, Directors may obtain independent professional advice at the Company's expense, if considered necessary, in furtherance of their duties.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD COMMITTEE (cont'd)

Foster Commitment

1.1 Time Commitment

The Board is satisfied with the level of time commitment given by the Directors towards fulfilling their roles and responsibilities as Directors of the Company. This is evidenced by the attendance record of the Directors at Board Meetings, as set out in the table below:-

Name of Director	Attendance (As at 31/03/2021)
Dato' Lim Kim Huat	4/4
Tan Sri Dato' Cheng Joo Teik	4/4
Tan Sri Datuk Chu Sui Kiong (resigned on 8.6.2021)	3/4
Tan Boon Seng (resigned on 8.6.2021)	4/4
Loh Suan Phang (resigned on 14.6.2021)	3/4
Datuk Dr Ng Bee Ken	4/4
Chen Keng Sam	4/4
Dato' Lim Sin Khong (resigned on 1.7.2021)	4/4
Kong Sin Seng (resigned on 1.7.2021)	4/4
Choo Weng Wah (appointed on 1.6.2021)	n/a
Dato' Douglas Cheng Heng Lee (appointed on 16.7.2021)	n/a
Lim Sze Yean (appointed on 1.6.2021)	n/a

To ensure that the Directors have the time to focus and fulfil their roles and responsibilities effectively, the Directors must not hold directorships in more than five (5) public listed companies and shall notify the Chairman before accepting any new directorship.

To facilitate the Directors' time planning, an annual meeting schedule is prepared and circulated at the beginning of every year, as well as the tentative closed periods for dealings in securities by Directors based on the targeted dated of announcements of the Group's quarterly results.

1.2 Training

In compliance with MMLR, the Directors are mindful that they shall attend appropriate training which may be required from time to time to keep abreast with the current developments of the industry as well as the new statutory and regulatory requirements. The Board identifies the training needs of the Company's Directors based on feedback provided by the NC during the annual board evaluation. The Directors will continue to attend appropriate training or education to fulfill the MMLR.

All Directors had completed the Mandatory Accreditation Programme ("MAP") as prescribed by Bursa Securities, except the newly appointed Directors namely Choo Weng Wah and Lim Sze Yean, who will attend the MAP by this year. Choo Weng Wah and Lim Sze Yean have registered for MAP on 11-13 October 2021. Dato' Douglas Cheng Heng Lee had attended MAP previously. The Company will continue to identify suitable training for the Directors to equip and update themselves with the necessary knowledge in discharging their duty and responsibilities as Directors.

The Directors are encouraged to attend briefing, conferences, forums, trade fairs (locally and internationally), seminars and training to keep abreast with the latest developments in the industry and to enhance their skills and knowledge.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

BOARD COMMITTEE (cont'd)

Foster Commitment (cont'd)

1.2 Training (cont'd)

During the financial year, the Board members have been continuously updated by the Company Secretary on changes to Malaysian Code of Corporate Governance 2021, statutory and regulatory requirements. The Board was also briefed by the External Auditors on changes to the Malaysian Financial Reporting Standards that may affect the Group's financial statements.

EFFECTIVE AUDIT AND RISK MANAGEMENT

1. Compliance with Applicable Financial Reporting Standards

The Board is committed to providing a balanced, clear and meaningful assessment of the financial performance and prospects of the Company via all disclosures and announcements made.

The Board is assisted by the AC to oversee and scrutinise the process and quality of the financial reporting which includes reviewing and monitoring the integrity of the financial statements and the appropriateness of the Company's accounting policies to ensure accuracy, adequacy and completeness of the report, as well as in compliance with the relevant accounting standards.

2. Assessment of Suitability and Independence of External Auditors

The AC is responsible for reviewing audit, recurring audit-related and non-audit services provided by the External Auditors. These recurring audit-related and non-audit services comprise regulatory reviews and reporting, interim reviews, tax advisory and compliance services.

The terms of engagement for services provided by the External Auditors are reviewed by the AC prior to submission to the Board for approval.

The AC has reviewed the provision of non-audit services by the External Auditors during the year and concluded that the provision of these services did not compromise the External Auditors independence and objectivity as the amount of the fees paid for these services was not significant when compared to the total fees paid to the External Auditors.

Details of statutory audit, audit-related and non-audit fees paid/payable in the financial year ended 31 March 2021 to the External Auditors are set out below:-

Fees paid/payable to Grant Thornton Malaysia PLT (RM)			
Description	Company	Subsidiary	Total
Audit Fees	22,000	30,700	52,700
Non-Audit Fees	4,000	-	4,000
Total	26,000	30,700	56,700

Having satisfied itself with Grant Thornton Malaysia PLT's performance, the AC will recommend their re-appointment to the Board, upon which the shareholders' approval will be sought at the AGM.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

EFFECTIVE AUDIT AND RISK MANAGEMENT (cont'd)

3. Framework to Manage Risks

The Board oversees, reviews and monitors the operation, adequacy and effectiveness of the Group's system of internal controls.

The AC oversees the risk management framework of the Group and advises the Board on areas of high risk faced by the Group and the adequacy of compliance and control throughout the organisation. The AC also reviews the action plan implemented and makes relevant recommendations to the Board to manage residual risks.

The Company continues to maintain and review its internal control procedures to ensure the protection of its assets and its shareholders' investment.

4. Internal Audit Function

The Company has outsourced its internal audit function to a professional service firm namely PKF Risk Management Sdn Bhd to assist the AC in discharging its duties and responsibilities in respect of reviewing the adequacy and effectiveness of the Group's risk management and internal control systems.

The Statement on Risk Management and Internal Control set out on pages 31 to 33 of this Annual Report provides the overview of the internal control framework adopted by the Company during the financial year ended 31 March 2021.

CORPORATE REPORTING AND RELATIONSHIP WITH SHAREHOLDERS

Corporate Disclosure Policy and Procedures

The Board shall ensure that all communications to the public are timely, factual, accurate, complete, broadly disseminated and where necessary, filed with regulators in accordance with applicable laws.

The Executive Directors and the management team are responsible for determining the materiality of the information and ensuring timely, complete and accurate disclosure of material information to the investing public in accordance with securities laws and stock exchange rules and regulations, monitoring compliance with this policy and overseeing the disclosure controls and procedures.

Sufficient information would be provided to the Company Secretary for drafting of the necessary announcement.

The Board is mindful that information which is expected to be material must be announced immediately, and that the confidential information should be handled properly to avoid leakage and improper use of such information.

Leverage on Information Technology for Effective Dissemination of Information

Widetech's website provides all the relevant corporate information and it is accessible by the public. The Company's website includes all announcements made by Widetech as well as its financial results.

Through the Company's website, the stakeholders are able to direct queries to the Company.

CORPORATE GOVERNANCE OVERVIEW STATEMENT (Cont'd)

CORPORATE REPORTING AND RELATIONSHIP WITH SHAREHOLDERS (cont'd)

Relationship between Company and Shareholders

1. Encourage Shareholder Participation at General Meetings

In an effort to encourage greater shareholders' participation at AGMs, the Board takes cognisance in serving longer than the required minimum notice period for AGMs, when possible. The Chairman shall ensure that the Board is accessible to shareholders and an open channel of communication is cultivated.

Widotech encloses the Annual Report and Notice of AGM with regard to, amongst others, details of the AGM, their entitlement to attend the AGM, the right to appoint proxy and also the qualification of proxy.

The Company allows a shareholder to appoint a proxy who may not be a member of the Company. If the proxy is not a member of the Company, he/she need not be an advocate, an approved company auditors or a person approved by the Registrar of Companies.

2. Effective Communication and Proactive Engagement

At the 36th AGM, Directors were present in person to engage directly with, and be accountable to the shareholders for their stewardship of the Company. The Directors, the Chairman of NC, RC and AC, Management and External Auditors were in attendance to respond to the shareholders' queries.

From the Company's perspective, the AGM also serves as a forum for Directors and Management to engage with the shareholders personally to understand their needs and seek their feedback. The Board welcomes questions and feedback from shareholders during and at the end of shareholders' meeting and ensures their queries are responded in a proper and systematic manner.

COMPLIANCE STATEMENT

The Board strives to ensure that the Company complies with Principles and Best Practice of the Code. The Board will endeavour to improve and enhance the Procedures from time to time.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

INTRODUCTION

The Board of Directors (“the Board”) of Widetech (Malaysia) Berhad is pleased to present below its Statement on Risk Management and Internal Control which outlines the nature and scope of the risk management and internal controls of the Group, excluding associated company, during the financial year ended 31 March 2021. This Statement has been prepared pursuant to paragraph 15.26(b) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and the Malaysian Code on Corporate Governance, with guidance from the Statement on Risk Management and Internal Control: Guidelines for Directors of Listed Issuers.

BOARD’S RESPONSIBILITY

The Board acknowledges its overall responsibility in establishing an effective systems of risk management and internal control to safeguard the shareholders’ interests and the Group’s assets. In this respect, the responsibility of reviewing the adequacy and integrity of internal control system has been delegated to the Audit Committee, which is empowered by its terms of reference to seek an assurance on the adequacy and integrity of internal control system through reports it receives from independent reviews conducted by the internal audit function and Management.

In view of the inherent limitations in any system of internal control, the Board recognises that such internal control system put into effect by Management can only manage, rather than eliminate, all risks to achieve the Group’s corporate objectives or goals. Accordingly, internal control system can only provide reasonable and not absolute assurance against material misstatement or loss.

RISK MANAGEMENT FRAMEWORK

On a day-to-day basis, respective key management staff and Heads of Department are responsible for managing and reviewing risks of their departments. They are required to continuously monitor, review, update and identify new risks that may emerge from time to time through the use of a checklist of sources of risks.

The risks identification process includes consideration of both internal and external environmental factors. Having identified the risks, their potential impact and the likelihood of occurrence, these risks are further narrowed down to key risks.

Periodic management meetings, attended by Heads of Department and key management staff are held in which key risks and appropriate mitigating action plans and control strategies are also discussed. Key risks relating to the Group’s strategic and business plans are escalated to the Board at their scheduled meetings.

The three (3) key risk areas identified in the financial year ended 31 March 2021 according to the potential impact to the Group are:-

1. Regulatory Risk

The Group recognises the potential impact of any changes in laws and regulations to the Group’s operations. The Group ensures compliance by keeping abreast with latest listing requirements, rulings and regulations of local and government authorities and assess their impact to the Group’s operations.

2. Market Risk

The Group recognises the potential impact of the global and local economic condition to the Group’s revenue and profitability. Some of the market risks identified are economic recession and political unrest. The Group embraces the changes and strives for continuous quality excellence and innovation to remain relevant in the marketplace.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL (Cont'd)

RISK MANAGEMENT FRAMEWORK (cont'd)

The three (3) key risk areas identified in the financial year ended 31 March 2021 according to the potential impact to the Group are (cont'd):-

3. Operational Risk

The Group recognises the importance of customer satisfaction and quality excellence through continuous quality improvement in our products and services offering.

Our manufacturing division is ISO 9001 certified, which ensures continuous compliance to stringent operating policies and procedures, and enhancement of our quality management system.

The abovementioned risk management practices of the Group serve as an on-going process to identify, evaluate, manage, monitor and communicate significant risks. The Board formulates the Group's business strategies and re-evaluate the existing risk management practises, and where appropriate and necessary, revise such practises accordingly.

INTERNAL AUDIT FUNCTION

The Group outsourced its internal audit function to a professional service firm, whose resources comprise of experienced degree holders and professionals from related disciplines, to assist the Board and Audit Committee in providing independent assessment on the adequacy, efficiency and effectiveness of the Group's internal control system. The scope of review of outsourced internal audit function is determined by Audit Committee with feedback from the Executive Management.

During the financial year ended 31 March 2021, the internal audit function carried out an internal audit review on a subsidiary focusing on the adequacy of its Sales and Credit Control. The results of the reviews were presented to the Audit Committee at one of its scheduled meetings. In addition, follow-up visits will also be conducted to ascertain the status of implementation of agreed management action plans.

OTHER KEY ELEMENTS OF INTERNAL CONTROL

Other key elements of the Group's internal control system are:-

1. A well defined organisational structure with clear lines of accountability, which has a documented delegation of authority that sets out decisions that need to be taken and the appropriate authority levels of management, including matters that require the Board's approval.
2. The Audit Committee reviews quarterly financial reports, annual financial statements and the internal audit report on a periodic basis. Discussions with Management were held to deliberate on actions that are required to be taken to address internal control matters and risks identified by outsourced internal audit function.
3. The Audit Committee reviewed and discussed with the External Auditors their scope of work, audit plans and reporting requirements prior to the commencement of their audit of the Group. The External Auditors provide assurance in the form of their statutory audit for the financial statements. Further areas for improvement during the course of the statutory audit by the External Auditors are brought to the attention of the Audit Committee through management letters, or discussed at Audit Committee meetings.
4. The Executive Directors are closely involved in the running of business and operations of the Group and they report to the Board on significant changes in business and external environment, which affect operations of the Group at large.
5. Experienced and dedicated teams of personnel across key functional units.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL (Cont'd)

OTHER KEY ELEMENTS OF INTERNAL CONTROL (CONT'D)

Other key elements of the Group's internal control system are (cont'd):-

6. Scheduled periodic management meetings are held to discuss the Group's performance, business operations issues, potential risks and control issues, as well as to formulate appropriate measures to address them to ensure business goals and targeted financial performance are closely monitored.
7. Established internal policies and procedures for key business units within the Group.
8. One of the Group's operations is ISO 9001:2015 and ISO 14001:2015 certified. Such certifications are subject to annual audit conducted by external ISO auditors to ensure continuous compliance and enhancement of the respective management system.
9. Regular site visits are conducted by the Executive Director and management team to the business units to ensure operations are running smoothly.
10. Whistleblowing policy is in place to provide an avenue to report suspected improprieties relating to fraud and unlawful conduct, abuse and non-adherence to Group's policy and procedures.
11. Anti-Bribery policy is in place whereby the Group enforced a strict zero tolerance approach to all forms of bribery and corruption in compliance of applicable law and regulations pertaining to anti-bribery and corruption practices.

ASSOCIATES

The Group's interests and investments in its associates are safeguarded through Board and Management representations and regular review of the associates' financial, operational and potential risks information by the Board and Management.

During the year, the Group has disposed its entire equity interest in its loss-making associates on 31 March 2021.

ADEQUACY AND EFFECTIVENESS OF THE GROUP'S RISK MANAGEMENT AND INTERNAL CONTROL SYSTEM

The Board has received assurance from the Executive Directors and the management team that the Group's risk management and internal control system are operating adequately and effectively in all material aspects, including systems for compliance with applicable laws, regulations, rules, directives and guidelines. The Board is of the view that the risk management and internal control system is satisfactory and no material internal control failures nor have any of the reported weaknesses resulted in material losses or contingencies during the financial year under review.

The Board will strive for continuous improvement and enhancement in the Group's risk management and internal control system by putting in place appropriate action plans, where necessary, to ensure the achievement of the Group's business objectives.

REVIEW OF THE STATEMENT BY EXTERNAL AUDITORS

Pursuant to paragraph 15.23 of the Main Market Listing Requirements of the Bursa Securities, the External Auditors have reviewed this Statement for inclusion in the 2021 Annual Report, and reported to the Board that nothing has come to their attention that causes them to believe that the Statement is inconsistent with their understanding of the process adopted by the Board in reviewing the adequacy and integrity of the system of internal controls.

This Statement was approved by the Board of Directors on 16 July 2021.

SUSTAINABILITY STATEMENT

The Board of Directors of Widetech (Malaysia) Berhad recognizes the importance of good sustainability practices to the long term business growth and success of the Group in a safe, caring and sustainability environment. The Board strives to observe responsible and sustainable business practices that will have a positive impact on the economy, environment, the community, our employees, our shareholders and other stakeholders.

The Board oversees the Group's sustainability practices and is assisted by the respective Head of Department of the Group.

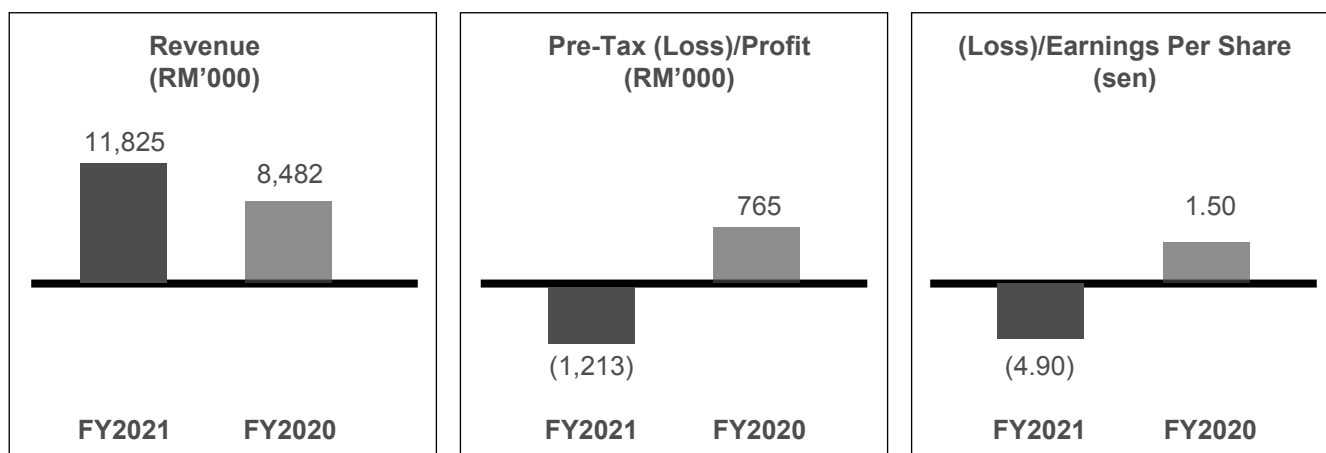
The scope for this report covers our manufacturing arm, Wire Master Spring Sdn Bhd, which is the key contributor to the Group's earnings for the financial year ("FY") ended 31 March 2021.

The identified key sustainability matters that greatly impacted the stakeholders' assessment and decisions are organised into economic, social and environmental considerations in line with Bursa Malaysia Sustainability Guidelines.

Economic

The Board recognises the need to create long term positive economic value for our stakeholders.

The table below highlights the Group's economic performance in FY2021:-



Environment

The Group acknowledges the need for environmental conservation and protection.

Over the years, the Group has established environmental initiatives at workplace by encouraging our staff to adopt a paperless environment, recycling and energy conservation practices.

Our manufacturing division is ISO14001 certified and complies with environmental laws and regulations. Hazardous waste is properly stored and handled by authorised vendor for proper disposal.

During the year, our manufacturing division has invested in a solar panel system to further strengthen our commitment in reducing our carbon footprint and increasing the use of green clean renewable energy.

The Group reaffirmed our commitment to continually reduce the environmental footprint of our business activities to mitigate any adverse impact to the environment.

SUSTAINABILITY STATEMENT (Cont'd)

Social

i) Our People

The Board recognizes the importance of our staff's contributions to the success of the Group.

As part of our efforts to equip and enhance our staff of different levels with the necessary knowledge and skills, the Group continuously provides training from time to time.

ii) Workplace Diversity

The Group embraces diversity at the workplace. We do not condone any form of discrimination practices against race, age or gender in the provision of employment and development opportunities.

iii) Occupational Safety & Health

The Group places utmost priority in the safety and well-being of our staff, business associates and customers by adopting industry best practices on health and safety. The Group emphasises the importance of creating a working environment that is safe, secure and free from harassment, threats and violence.

In the light of the Covid-19 pandemic, the Group has ensured enhanced proper precautionary measures are in place to safeguard our staff, business associates and customers amidst growing concerns surrounding the spread of the virus.

iv) Our Operations

The Group is committed to increasing customer satisfaction and quality excellence through continuous quality improvement in our products and services offering.

Our manufacturing division is ISO 9001 certified, which ensures continuous compliance and enhancement of our quality management system.

v) Our Society

Not forgetting the society at large, both the Board and staff continued to extend their support to various charitable organisations by way of donations for the needy.

CONCLUSION

The Board is committed to continually improve its integration of sustainability and social responsibility initiatives into the Group's business operations to ensure that our businesses operate in an efficient, ethical and responsible manner.

ADDITIONAL COMPLIANCE INFORMATION

1. Utilisation of Proceeds

The Company did not undertake any fund raising exercise during the financial year under review.

2. Material Contracts

There were no material contracts entered into by the Company and its subsidiaries involving directors' and major shareholders' interests during the financial year ended 31 March 2021.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

In Respect Of The Audited Financial Statements

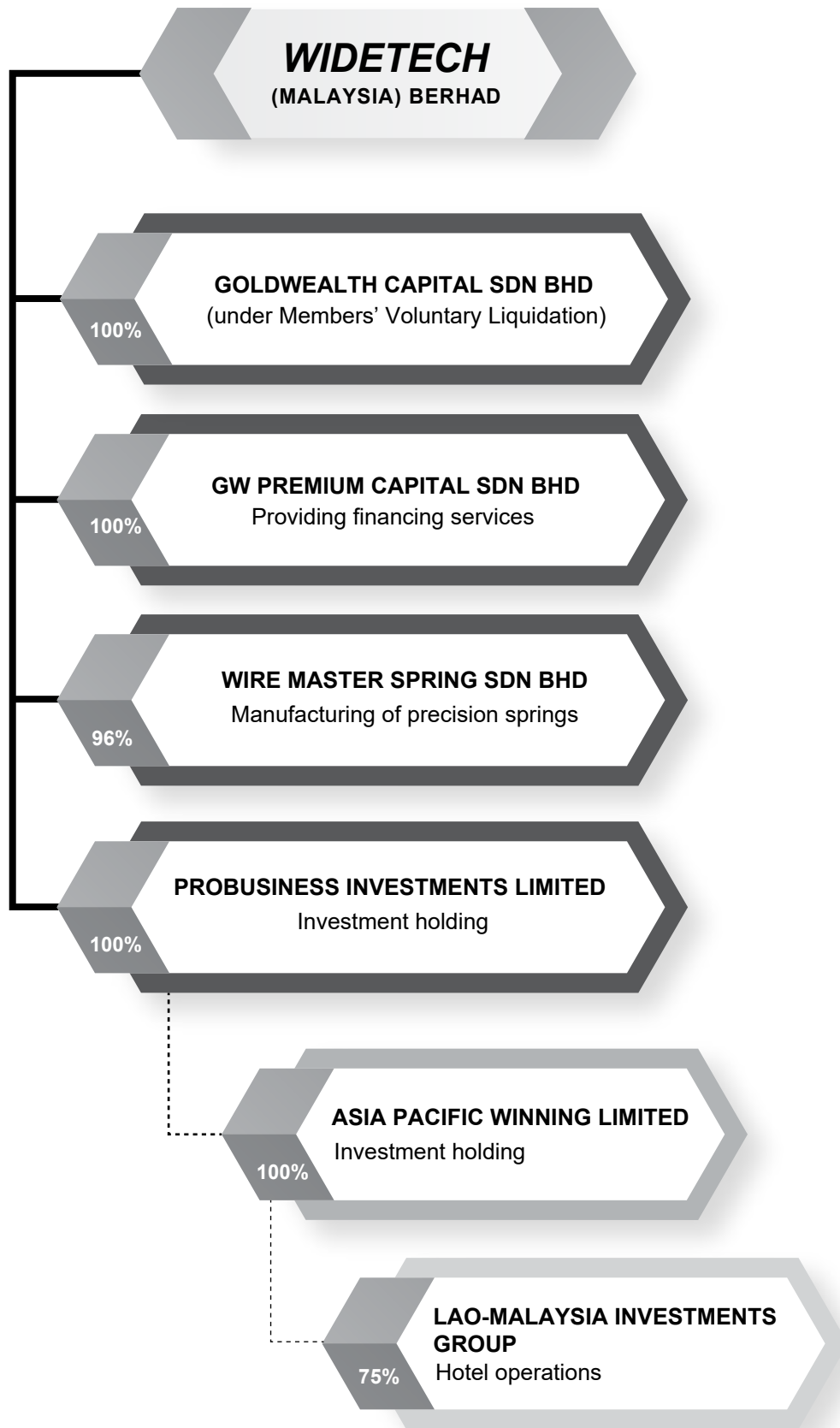
The Directors are required to prepare the financial statements that give a true and fair view of the state of affairs of the Company and of the Group at the end of each financial year and of the results and cashflow for that year. The financial statements must be prepared in compliance with the Companies Act 2016 in Malaysia and with applicable approved accounting standards.

In preparing the financial statements of the Company and of the Group for the financial year ended 31 March 2021, the Directors have:-

- selected suitable accounting policies and applied them consistently;
- made judgments and estimates that are reasonable and prudent;
- ensured that all applicable accounting standards have been followed; and
- prepared financial statements on the going concern basis unless it is inappropriate to presume that the Group and the Company will continue in business.

The Directors are responsible for ensuring that the Company and the Group maintained accounting records which disclose with reasonable accuracy the financial position of the Company and of the Group and that the financial statements comply with the requirements of the Companies Act 2016 in Malaysia. The Directors have the general responsibility for taking reasonable measures to prevent and detect fraud and other irregularities in order to safeguard the assets of the Company and of the Group.

CORPORATE STRUCTURE



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DIRECTORS' REPORT

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

The Directors hereby submit their report together with the audited financial statements of the Group and of the Company for the financial year ended 31 March 2021.

Principal activities

The principal activities of the Company and its subsidiaries are as follows:-

Company - Investment holding
- Provision of management services
- Rental of properties

Subsidiaries - The principal activities of the subsidiaries are set out in Note 6 to the financial statements.

There have been no significant changes in the nature of principal activities of the Company and its subsidiaries.

Financial results

	Group RM	Company RM
Loss for the financial year attributable to:-		
Owners of the Company	(2,193,807)	(70,866)
Non-controlling interests	(43,929)	-
	<u>(2,237,736)</u>	<u>(70,866)</u>

Reserves and provisions

There were no material transfers to or from reserves and provisions during the financial year under review except as disclosed in the financial statements.

Dividend

There was no dividend proposed, declared or paid by the Company since the end of the previous financial year. The Directors do not recommend any dividend to be paid for the financial year under review.

Directors

The name of the Directors of the Company in office during the financial year and during the period commencing from the end of the financial year to the date of this report are as follows:-

Dato' Lim Kim Huat
Tan Sri Dato' Cheng Joo Teik
Datuk Dr. Ng Bee Ken
Chen Keng Sam
Choo Weng Wah (appointed on 1 June 2021)
Lim Sze Yean (appointed on 1 June 2021)
Dato' Douglas Cheng Heng Lee (appointed on 16 July 2021)
Tan Sri Datuk Chu Sui Kiong (resigned on 8 June 2021)
Tan Boon Seng (resigned on 8 June 2021)
Loh Suan Phang (resigned on 14 June 2021)
Kong Sin Seng (resigned on 1 July 2021)
Dato' Lim Sin Khong (resigned on 1 July 2021)

DIRECTORS' REPORT

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (CONT'D)

Subsidiaries	Name of Directors
Wire Master Spring Sdn. Bhd.	Tan Sri Dato' Cheng Joo Teik Dato' Lim Kim Huat Foo Toon Chai Dato' Douglas Cheng Heng Lee (appointed on 16 July 2021) Choo Weng Wah (appointed on 16 July 2021) Tan Sri Datuk Chu Sui Kiong (resigned on 8 June 2021) Tan Boon Seng (resigned on 8 June 2021) Loh Suan Phang (resigned on 14 June 2021)
Goldwealth Capital Sdn. Bhd.	Tan Sri Dato' Cheng Joo Teik Tan Sri Datuk Chu Sui Kiong Dato' Lim Kim Huat Tan Boon Seng Loh Suan Phang
GW Premium Capital Sdn. Bhd.	Tan Sri Dato' Cheng Joo Teik Dato' Lim Kim Huat Tan Sri Datuk Chu Sui Kiong (resigned on 8 June 2021) Tan Boon Seng (resigned on 8 June 2021) Loh Suan Phang (resigned on 14 June 2021)
Probusiness Investments Limited	Tan Sri Dato' Cheng Joo Teik Dato' Lim Kim Huat Tan Sri Datuk Chu Sui Kiong (resigned on 17 June 2021) Tan Boon Seng (resigned on 17 June 2021) Loh Suan Phang (resigned on 17 June 2021)

Director's remuneration

During the financial year, the fees and other benefits received and receivable by the Directors of the Company are as follows:-

	Incurred by the Company RM	Incurred by the subsidiaries RM	Group RM
Directors' salaries and other emoluments	54,000	779,621	833,621
Directors' other benefits	-	40,192	40,192
	<hr/> 54,000	<hr/> 819,813	<hr/> 873,813 <hr/>

During and at the end of the financial year, no arrangements subsisted to which the Company is a party, with the object or objects of enabling Directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

DIRECTORS' REPORT

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (CONT'D)

Directors' interests in shares

According to the register of Directors' shareholdings required to be kept under Section 59 of the Companies Act 2016, the interests in the ordinary shares of the Company and its related corporation of those who were Directors as at year end are as follows:-

	Number of ordinary shares			Balance at 31.03.2021
	Balance at 01.04.2020	Bought	(Sold)	
The Company				
<i>Direct interest</i>				
Tan Sri Dato' Cheng Joo Teik	200,000	-	-	200,000
Tan Sri Datuk Chu Sui Kiong	1,047,532	-	-	1,047,532
Loh Suan Phang	2,011,300	1,520,758	-	3,532,058
Dato' Lim Sin Khong	413,514	2,007,664	(2,421,178)	-
Tan Boon Seng	827,032	-	-	827,032
Dato' Lim Kim Huat	271,749	-	-	271,749
<i>Indirect interest</i>				
Tan Sri Dato' Cheng Joo Teik @	7,183,688	2,421,178	-	9,604,866
Tan Sri Datuk Chu Sui Kiong *	8,030,652	-	-	8,030,652
Tan Boon Seng *	8,030,652	-	-	8,030,652
Dato' Lim Sin Khong #	2,007,664	-	(2,007,664)	-
Subsidiaries				
<i>Direct interest</i>				
Tan Sri Dato' Cheng Joo Teik - Wire Master Spring Sdn. Bhd. - own		1	-	1
<i>Indirect interest</i>				
Tan Sri Datuk Chu Sui Kiong - Wire Master Spring Sdn. Bhd.	1,439,998	-	-	1,439,998
Tan Boon Seng - Wire Master Spring Sdn. Bhd.	1,439,998	-	-	1,439,998
<i>Indirect interest</i>				
Tan Sri Datuk Chu Sui Kiong - Lao-Malaysia Investments Group	750,000	-	-	750,000
Tan Boon Seng - Lao-Malaysia Investments Group	750,000	-	-	750,000

@ Deemed interest through Gain Millen Sdn. Bhd. and his son in accordance with Section 59 (11) (c) of the Companies Act 2016.

* Deemed interest by virtue of the shareholding in Distinct Rich Sdn. Bhd.

Deemed interest by virtue of the shareholdings in Actual Ace Sdn. Bhd.

DIRECTORS' REPORT

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (CONT'D)

Directors' interests in shares (cont'd)

By virtue of their interest in the shares of the Company, Tan Sri Dato' Cheng Joo Teik, Tan Sri Datuk Chu Sui Kiong and Tan Boon Seng are also deemed to be interested in the shares of the subsidiaries during the financial year to the extent that the Company has an interest.

None of the other Directors holding office at 31 March 2021 had any interest in the ordinary shares of the Company and its related corporations during the financial year.

Issue of shares and debentures

There were no changes in the issued and paid up capital of the Company during the financial year.

There were no debentures issued during the financial year.

Options granted over unissued shares

No options were granted to any person to take up unissued shares of the Company during the financial year.

Indemnity and insurance for Directors and officers

The amount of indemnity coverage and insurance premium paid for Directors and officers of the Company during the financial year amounted to RM15,000,000 and RM17,930 respectively.

Other statutory information

Before the financial statements of the Group and of the Company were made out, the Directors took reasonable steps:-

- (a) to ascertain that action had been taken in relation to the writing off of bad debts and the making of provision for doubtful debts and satisfied themselves that all known bad debts had been written off and that adequate provision had been made for doubtful debts; and
- (b) to ensure that any current assets which were unlikely to be realised in the ordinary course of business including their values as shown in the accounting records of the Group and of the Company have been written down to an amount which they might be expected so to realise.

At the date of this report, the Directors are not aware of any circumstances:-

- (a) which would render the amounts written off for bad debts or the amount of the provision for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent; or
- (b) which would render the values attributed to current assets in the financial statements of the Group and of the Company misleading; or
- (c) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate; or
- (d) not otherwise dealt with in this report or the financial statements which would render any amount stated in the financial statements misleading.

DIRECTORS' REPORT

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (CONT'D)

Other statutory information (cont'd)

At the date of this report, there does not exist:-

- (a) any charge on the assets of the Group and of the Company which has arisen since the end of the financial year which secures the liability of any other person; or
- (b) any contingent liability of the Group and of the Company which has arisen since the end of the financial year.

In the opinion of the Directors:-

- (a) no contingent liability or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which will or may affect the ability of the Group and of the Company to meet their obligations as and when they fall due;
- (b) the results of operations of the Group and of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature; and
- (c) there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely to affect substantially the results of the operations of the Group and of the Company for the current financial year in which this report is made.

Significant events during the financial year

The significant events during the financial year are disclosed in Note 29 to the financial statements.

Event after the reporting period

The event after the reporting period is disclosed in Note 30 to the financial statements.

DIRECTORS' REPORT

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (CONT'D)

Auditors

The total amount of fees paid to or receivable by the Auditors, Grant Thornton Malaysia PLT, as remuneration for their services as Auditors of the Company and its subsidiaries for the financial year ended 31 March 2021 amounted to RM22,000 and RM30,700 respectively.

The Group and the Company have agreed to indemnify the Auditors, Grant Thornton Malaysia PLT, as permitted under Section 289 of the Companies Act 2016 in Malaysia. No payment has been made to indemnify Grant Thornton PLT for the financial year ended 31 March 2021.

The Auditors, Grant Thornton Malaysia PLT have indicated their willingness to continue in office.

Signed on behalf of the Board of Directors in accordance with a resolution of the Board of Directors.

.....)	
TAN SRI DATO' CHENG JOO TEIK)	
)	
)	
)	
)	DIRECTORS
)	
)	
.....)	
DATO' LIM KIM HUAT)	

Kuala Lumpur
16 July 2021

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2021

	Note	2021 RM	2020 RM
ASSETS			
Non-current assets			
Property, plant and equipment	4	10,075,130	9,271,982
Right-of-use assets	5	1,467,193	1,584,142
Investment in associates	7	-	-
Deferred tax assets	8	-	145,000
Total non-current assets		11,542,323	11,001,124
Current assets			
Inventories	9	2,274,159	1,212,651
Receivables, deposits and prepayments	10	3,357,939	2,228,889
Amount due from associates	11	-	2,828,027
Tax recoverable		-	34,000
Cash and cash equivalents	12	22,649,581	24,221,065
Total current assets		28,281,679	30,524,632
Total assets		39,824,002	41,525,756
EQUITY AND LIABILITIES			
EQUITY			
Share capital	13	44,885,567	44,885,567
Reserves	14	(9,054,441)	(6,637,190)
Total equity attributable to owners of the Company		35,831,126	38,248,377
Non-controlling interests	15	(693,300)	(700,435)
Total equity		35,137,826	37,547,942
LIABILITIES			
Non-current liabilities			
Borrowings	16	1,942,331	2,285,182
Deferred tax liabilities	8	441,000	-
Total non-current liabilities		2,383,331	2,285,182
Current liabilities			
Payables and accruals	17	1,802,475	1,345,941
Borrowings	16	335,340	346,691
Tax payable		165,030	-
Total current liabilities		2,302,845	1,692,632
Total liabilities		4,686,176	3,977,814
Total equity and liabilities		39,824,002	41,525,756

The accompanying notes form an integral part of the financial statements.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

	Note	2021 RM	2020 RM
Revenue	18	11,825,150	8,481,706
Changes in manufactured inventories		43,970	(72,330)
Raw materials and consumables used		(4,311,925)	(2,277,019)
Staff costs	19	(3,173,049)	(3,165,011)
Depreciation of property, plant and equipment	4	(896,531)	(772,172)
Depreciation of rights-of-use assets	5	(85,777)	(85,622)
Operating expenses		(8,910,964)	(2,120,422)
Finance income	20	479,866	730,205
Other operating income		2,082,308	57,178
Net movement of allowance for expected credit loss on receivables		15,597	34,403
Operating (loss)/profit		(2,931,355)	810,916
Finance costs	20	(98,084)	(150,383)
Share of profit on associate		1,816,733	104,276
(Loss)/Profit before tax	20	(1,212,706)	764,809
Tax expense	21	(1,025,030)	(142,935)
(Loss)/Profit for the financial year		(2,237,736)	621,874
Other comprehensive (loss)/income			
Item that will be reclassified subsequently to profit or loss			
- Exchange translation differences		(172,380)	511,552
Total comprehensive (loss)/income for the financial year		(2,410,116)	1,133,426
(Loss)/Profit for the financial year attributable to:-			
Owners of the Company		(2,193,807)	670,277
Non-controlling interests		(43,929)	(48,403)
(Loss)/Profit for the financial year		(2,237,736)	621,874
Total comprehensive (loss)/income attributable to:-			
Owners of the Company		(2,417,251)	1,246,989
Non-controlling interests		7,135	(113,563)
Loss/(Profit) for the financial year		(2,410,116)	1,133,426
Basic (loss)/earnings per ordinary share (sen)	22	(4.90)	1.50

The accompanying notes form an integral part of the financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

	Attributable to owners of the Company					
	← Non-distributable →		→			
	Share capital	Exchange fluctuation reserve	Accumulated losses	Total	Non-controlling interest	Total equity
	RM	RM	RM	RM	RM	RM
At 1 April 2019	44,885,567	4,538,549	(12,422,728)	37,001,388	(586,872)	36,414,516
Total comprehensive income/(loss) for the financial year	-	576,712	670,277	1,246,989	(113,563)	1,133,426
At 31 March 2020	44,885,567	5,115,261	(11,752,451)	38,248,377	(700,435)	37,547,942
Total comprehensive (loss)/income for the financial year	-	(223,444)	(2,193,807)	(2,417,251)	7,135	(2,410,116)
At 31 March 2021	44,885,567	4,891,817	(13,946,258)	35,831,126	(693,300)	35,137,826

The accompanying notes form an integral part of the financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

	Note	2021 RM	2020 RM
Cash flows from operating activities			
Loss/(Profit) before tax		(1,212,706)	764,809
Adjustments for:-			
Allowance for obsolete inventories		22,364	100,530
Allowance for expected credit loss on receivables		-	4,097
Bad debts written off		5,439,429	-
Depreciation of property, plant and equipment		896,531	772,172
Depreciation of right-of-use assets		85,777	85,622
Loss/(Gain) on disposal of property, plant and equipment		2,750	(796)
Interest expense		98,084	150,383
Property, plant and equipment written off		8	450
Reversal of allowance for obsolete inventories		(60,725)	(47,828)
Reversal of allowance for expected credit loss on receivables		(15,597)	(38,500)
Share of result of associate		(1,816,733)	(104,276)
Gain on disposal of associate		(512,920)	-
Interest income		(479,866)	(730,205)
Unrealised loss on foreign exchange		27,177	42,300
		<hr/>	<hr/>
Operating profit before changes in working capital		2,473,573	998,758
Changes in working capital:-			
Associates		(281,753)	(97,846)
Inventories		(1,023,147)	419,317
Payables and accruals		464,158	162,141
Receivables, deposits and prepayments		(1,238,223)	(116,674)
		<hr/>	<hr/>
Cash generated from operations		394,608	1,365,696
Tax refunded		-	100,218
Tax paid		(240,000)	(140,000)
		<hr/>	<hr/>
Net cash from operating activities		154,608	1,325,914

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (CONT'D)

	Note	2021 RM	2020 RM
Cash flows from investing activities			
Interest received		479,866	730,205
Proceeds from disposal of property, plant and equipment		3,100	800
Purchase of property, plant and equipment		(1,719,507)	(999,149)
Proceed from disposal of an associate		4	-
Net cash used in investing activities		(1,236,537)	(268,144)
Cash flows from financing activities			
Repayment of lease liabilities		(67,110)	(90,974)
Repayment of term loans		(287,092)	(240,498)
Interest paid		(98,084)	(150,383)
Net cash used in financing activities		(452,286)	(481,855)
Net (decrease)/increase in cash and cash equivalents		(1,534,215)	575,915
Effect of exchange rate changes		(37,269)	(33,544)
Cash and cash equivalents at 1 April		24,221,065	23,678,694
Cash and cash equivalents at 31 March (Note 12)		22,649,581	24,221,065

The accompanying notes form an integral part of the financial statements.

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2021

	Note	2021 RM	2020 RM
ASSETS			
Non-current assets			
Property, plant and equipment	4	4,938,064	5,083,066
Investments in subsidiaries	6	3,975,004	3,975,004
Total non-current assets		8,913,068	9,058,070
Current assets			
Receivables, deposits and prepayments	10	3,111,479	2,389,222
Cash and cash equivalents	12	21,599,769	22,536,840
Total current assets		24,711,248	24,926,062
Total assets		33,624,316	33,984,132
EQUITY AND LIABILITIES			
EQUITY			
Share capital	13	44,885,567	44,885,567
Reserves	14	(22,027,762)	(21,956,896)
Total equity		22,857,805	22,928,671
LIABILITIES			
Non-current liability			
Borrowings	16	1,942,331	2,242,225
Total non-current liability		1,942,331	2,242,225
Current liabilities			
Payables and accruals	17	8,537,937	8,539,795
Borrowings	16	286,243	273,441
Total current liabilities		8,824,180	8,813,236
Total liabilities		10,766,511	11,055,461
Total equity and liabilities		33,624,316	33,984,132

The accompanying notes form an integral part of the financial statements.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

	Note	2021 RM	2020 RM
Revenue	18	665,925	733,685
Staff costs	19	(367,704)	(357,257)
Depreciation of property, plant and equipment	4	(145,002)	(144,929)
Operating expenses		(1,017,397)	(367,876)
Other operating income		-	898,802
Finance income	20	479,861	497,235
Finance costs	20	(90,871)	(139,763)
Reversal of allowance for expected credit loss on receivables	10	404,322	264,721
(Loss)/Profit before tax	20	(70,866)	1,384,618
Tax expense	21	-	-
(Loss)/Profit for the financial year		(70,866)	1,384,618
Other comprehensive income		-	-
Total comprehensive (loss)/income for the financial year		(70,866)	1,384,618

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

	Share capital RM	Accumulated losses RM	Total RM
At 1 April 2019	44,885,567	(23,341,514)	21,544,053
Total comprehensive income for the financial year	-	1,384,618	1,384,618
At 31 March 2020	44,885,567	(21,956,896)	22,928,671
Total comprehensive loss for the financial year	-	(70,866)	(70,866)
At 31 March 2021	44,885,567	(22,027,762)	22,857,805

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

	2021 RM	2020 RM
Cash flows from operating activities		
(Loss)/Profit before tax	(70,866)	1,384,618
Adjustments for:-		
Depreciation of property, plant and equipment	145,002	144,929
Interest expense	90,871	139,763
Property, plant and equipment written off	-	14
Reversal of allowance for expected credit loss on receivables	(404,322)	(264,721)
Unrealised (loss)/gain on foreign exchange	652,607	(898,802)
Interest income	(479,861)	(497,235)
Operating (loss)/profit before changes in working capital	(66,569)	8,566
Changes in working capital:-		
Receivables, deposits and prepayments	2,299	117,066
Payables and accruals	(1,978)	(4,774)
Net cash (used in)/from operating activities	(66,248)	120,858
Cash flows from investing activities		
Interest received	479,861	497,235
(Repayment)/Advances from subsidiaries	(972,721)	8,847,838
Purchase of property, plant and equipment	-	(1,450)
Net cash (used in)/from investing activities	(492,860)	9,343,623
Cash flows from financing activities		
Interest paid	(90,871)	(139,763)
Repayment of term loans	(287,092)	(240,498)
Net cash used in financing activities	(377,963)	(380,261)
Net (decrease)/increase in cash and cash equivalents	(937,071)	9,084,220
Cash and cash equivalents at 1 April	22,536,840	13,452,620
Cash and cash equivalents at 31 March (Note 12)	21,599,769	22,536,840

The accompanying notes form an integral part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia. The registered office of the Company is located at Level 15-2, Bangunan Faber Imperial Court, Jalan Sultan Ismail, 50250 Kuala Lumpur and the principal place of business of the Company is located at K-09-01, Block K, No.2, Jalan Solaris, Solaris Mont' Kiara, 50480 Kuala Lumpur.

The Company is principally engaged as an investment holding company, provision of management services and rental of properties. The principal activities of the subsidiaries are set out in Note 6 to the financial statements.

There have been no significant changes in the nature of principal activities of the Company and its subsidiaries except a subsidiary is under Members' Voluntary Liquidation.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 16 July 2021.

2. BASIS OF PREPARATION

2.1 Statement of compliance

The financial statements of the Group and of the Company have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards ("IFRSs") and the requirements of Companies Act 2016 in Malaysia.

2.2 Basis of measurement

The financial statements of the Group and of the Company are prepared under the historical cost convention, unless otherwise indicated in the summary of significant accounting policies.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability, or in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible to by the Group and the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial market takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group and the Company use valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

2. BASIS OF PREPARATION (CONT'D)

2.2 Basis of measurement (cont'd)

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to their fair value measurement as a whole:-

Level 1	-	Quoted (unadjusted) market prices in active markets for identical assets.
Level 2	-	Valuation techniques for which the lowest level input that is significant to their fair value measurement is directly or indirectly observable.
Level 3	-	Valuation techniques for which the lowest level input that is significant to their fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group and the Company determine whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to their fair value measurement as a whole) at the end of each reporting period.

2.3 Functional and presentation currency

The financial statements are presented in Ringgit Malaysia ("RM"), which is the Company's functional currency and all values are rounded to the nearest RM except when otherwise stated.

2.4 Adoption of new standards/amendments/improvements to MFRSs

The Group and the Company have consistently applied the accounting policies set out in Note 3 to all periods presented in these financial statements.

At the beginning of the current financial year, the Group and the Company adopted new standards/amendments/improvements to MFRSs which are mandatory for the current financial periods beginning on or after 1 April 2020.

Initial application of the new standards/amendments/improvements to the standards did not have material impact to the financial statements.

2.5 Standards issued but not yet effective

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Group and the Company's financial statements are disclosed below. The Group and the Company intends to adopt these new and amended standards and interpretations, if applicable, when they become effective in the respective financial period.

Effective for financial period beginning on or after 1 June 2020

- Amendments to MFRS 16 Leases - Covid-19-Related Rent Concessions

Effective for financial period beginning on or after 1 January 2021

- Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4* and MFRS 16: Interest Rate Benchmark Reform – Phase 2

Effective for the financial period beginning on or after 1 April 2021

- Amendments to MFRS 16 Leases - Covid-19-Related Rent Concessions beyond 30 June 2021

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

2. BASIS OF PREPARATION (CONT'D)

2.5 Standards issued but not yet effective (cont'd)

Effective for financial period 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 – Proceeds before Intended Use
- Amendments to MFRS 137, Provisions, Contingent Liabilities and Contingent Assets – Onerous Contract – Cost of Fulfilling a Contract
- Annual Improvements to MFRS Standards 2018 – 2020

Effective for financial period beginning on or after 1 January 2023

- MFRS 17, Insurance Contracts*
- Amendments to MFRS 17, Insurance Contracts*
- Amendments to MFRS 101, Presentation of Financial Statements – Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101, Presentation of Financial Statements – Disclosure of Accounting Policies
- Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates

Deferred to a date to be determined by the MASB

- 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

* Not applicable to the Group's and the Company's operations.

The initial application of the accounting standards, interpretations and amendments are not expected to have any material financial impacts to the current period and prior period financial statements of the Group and the Company upon their first adoption.

2.6 Significant accounting estimates and judgements

Estimates, assumptions concerning the future and judgements are made in the preparation of the financial statements. They affect the application of the Group's and the Company's accounting policies and reported amounts of assets, liabilities, income, expenses and disclosures made. Estimates and underlying assumptions are assessed on an on-going basis and are based on experience and relevant factors, including expectations of future events that are believed to be reasonable under the circumstances. The actual results may differ from the judgements, estimates and assumptions made by management and will seldom equal the estimated results.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

2. BASIS OF PREPARATION (CONT'D)

2.6 Significant accounting estimates and judgements (cont'd)

2.6.1 Estimation uncertainty

Information about significant judgement, estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses are discussed below:-

Useful lives of depreciable assets

Property, plant and equipment and right-of-use assets are depreciated on a straight-line basis over their estimated useful lives. Management estimated the useful lives of property, plant and equipment and right-of-use assets to be within 3 to 52 years and reviews the useful lives of depreciable assets at end of each reporting period. At 31 March 2021, management assesses that the useful lives represent the expected utility of the assets to the Group and the Company. Actual results, however, may vary due to change in the expected level of usage and technological developments, which resulting the adjustment to the Group's and the Company's assets.

The carrying amount of the Group and the Company's property, plant and equipment and right-of-use assets at the end of the reporting period is disclosed in Note 4 and 5 to the financial statements.

Impairment of non-financial assets

An impairment loss is recognised for the amount by which the asset's or cash-generating unit's carrying amount exceeds its recoverable amount. To determine the recoverable amount, management estimates expected future cash flows from each cash-generating unit and determines a suitable interest rate in order to calculate the present value of those cash flows. In the process of measuring expected future cash flows management makes assumptions about future operating results. The actual results may vary, and may cause significant adjustments to the Group's assets within the next financial year.

In most cases, determining the applicable discount rate involves estimating the appropriate adjustment to market risk and the appropriate adjustment to asset-specific risk factors.

Deferred tax assets

Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which all the deductible temporary differences can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with future tax planning strategies.

Inventories

Inventories are measured at the lower of cost and net realisable value. In estimating net realisable values, management takes into account the most reliable evidence available at the times the estimates are made. The Group's core business is subject to economical and technology changes which may cause selling prices to change rapidly, and the Group's profit to change.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

2. BASIS OF PREPARATION (CONT'D)

2.6 Significant accounting estimates and judgements (cont'd)

2.6.1 Estimation uncertainty (cont'd)

Information about significant judgement, estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses are discussed below (cont'd):-

Provision for expected credit losses ("ECLs") of trade receivables

The Group uses a provision matrix to calculate ECLs for trade receivables. The provision rates are based on days past due for groupings of various customer segments that have similar loss patterns (i.e., by geography, product type, customer type and rating).

The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust the historical credit loss experience with forward-looking information. For instance, if forecast economic conditions (i.e., gross domestic product) are expected to deteriorate over the next year which can lead to an increased number of defaults in the construction and plantation sectors, the historical default rates are adjusted. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

The information about the ECLs on the Group's trade receivables is disclosed in Note 10 to the financial statements.

Income taxes and deferred tax liabilities

Estimation is involved in determining the Group's and the Company's provision for income taxes and deferred tax. There are certain transactions and computations for which the ultimate tax determination is uncertain during the ordinary course of business. The Group and the Company recognise tax liabilities based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters are different from the amounts that were initially recognised, such difference will impact the income tax and deferred tax provisions in the year in which such determination is made.

3. SIGNIFICANT ACCOUNTING POLICIES

The Group and the Company apply the significant accounting policies, as summarised below, consistently throughout all periods presented in the financial statements, unless otherwise stated.

3.1 Basis of consolidation

The Group financial statements consolidate the audited financial statements of the Company and all of its subsidiaries, which have been prepared in accordance with the Group's accounting policies.

Amounts reported in the financial statements of subsidiaries have been adjusted where necessary to ensure consistency with the accounting policies adopted by the Group. The financial statements of the Company and its subsidiaries are all drawn up to the same reporting date.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.1 Basis of consolidation (cont'd)

All intra-group balances, income and expenses and unrealised gains and losses resulting from intra-group transactions are eliminated in full.

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred, measured at acquisition date fair value and the amount of any non-controlling interests in the acquiree. For each business combination, the Group elects whether it measures the non-controlling interests in the acquiree either at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition costs incurred are expensed and included in administrative expenses.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date. This includes the separation of embedded derivatives in host contracts by the acquiree.

If the business combination is achieved in stages, the acquisition date fair value of the acquirer's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date through profit or loss.

Any contingent consideration to be transferred by the acquirer will be recognised at fair value at the acquisition date. Subsequent changes in the fair value of the contingent consideration which is deemed to be an asset or liability will be recognised in accordance with MFRS 9 either in profit or loss or as a change to other comprehensive income. If the contingent consideration is classified as equity, it will not be remeasured. Subsequent settlement is accounted for within equity. In instances where the contingent consideration does not fall within the scope of MFRS 9, it is measured in accordance with the appropriate MFRS.

Changes in the Company owners' ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions. In such circumstances, the carrying amounts of the controlling and non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiary. Any difference between the amount by which the non-controlling interests is adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to owners of the parent.

Subsidiaries are consolidated from the date on which control is transferred to the Group and are no longer consolidated from the date that control ceases.

Upon the loss of control of a subsidiary, the Group derecognises the assets and liabilities of the subsidiary, any non-controlling interests and the other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognised in profit or loss.

The gain or loss on disposal of a subsidiary is the difference between net disposal proceeds and the Group's share of its net assets together with any unimpaired balance of goodwill on acquisition and exchange differences.

3.2 Goodwill

Goodwill represents the excess of the cost of acquisition and the amount recognised for non-controlling interests over the Group's interest in the fair value of the identifiable assets, liabilities and contingent liabilities of a subsidiary, associate and jointly controlled entities and at the date of acquisition. If the cost of acquisition is lower than the fair value of the net assets of the subsidiary acquired, the difference is recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.2 Goodwill (cont'd)

Goodwill arising on the acquisition of subsidiaries is presented separately in the statement of financial position while goodwill arising on the acquisition of associate is included within the carrying amount of investment in associate.

Following initial recognition, goodwill is measured at cost less any accumulated impairment losses. Goodwill is reviewed for impairment, annually or more frequently if events or changes in circumstances indicate that the carrying values may be impaired.

For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units, or groups of cash-generating units, that are expected to benefit from the synergies of the combination.

A cash-generating unit (or group of cash-generating units) to which goodwill has been allocated is tested for impairment annually and, whenever there is an indication that the unit may be impaired, by comparing the carrying amount of the unit, including goodwill, with the recoverable amount of the unit. Where the recoverable amount of the cash-generating unit (or group of cash-generating units) is less than the carrying amount, an impairment loss is recognised in the profit or loss.

Where goodwill forms part of a cash-generating unit (or group of cash-generating units) and part of the operations within that unit is disposed off, the goodwill associated with the operations disposed off is included in the carrying amount of the operations when determining the gain or loss on disposal of the operations. Goodwill disposed off in these circumstances is measured based on the relative fair values of the operations disposed off and portion of the cash-generating unit retained.

3.3 Non-controlling interests

Non-controlling interests at the end of the reporting period, being the equity in a subsidiary not attributable directly or indirectly to the equity holders of the Company, are presented in the consolidated statement of financial position and statement of changes in equity within equity, separately from equity attributable to the owners of the Company.

Non-controlling interests in the results of the Group is presented in the consolidated statement of profit or loss and other comprehensive income as an allocation of the profit or loss and the comprehensive income for the year between non-controlling interests and the owners of the Company.

Losses applicable to the non-controlling interests in a subsidiary are allocated to the non-controlling interests even if that results in a deficit balance.

3.4 Subsidiaries

Subsidiaries are entities, including structured entities, controlled by the Company. Control exists when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Potential voting rights are considered when assessing control only when such rights are substantive. Besides, the Group considers it has *de facto* power over an investee when, despite not having the majority of voting rights, it has the current ability to direct the activities of the investee that significantly affect the investee's return.

Investment in subsidiaries, which is eliminated on consolidation is stated at cost in the Company's financial statements. Where an indication of impairment exists, the carrying amount of the subsidiaries is assessed and written down immediately to their recoverable amount. The cost of investments includes transaction costs.

Upon the disposal of investment in a subsidiary, the difference between the net disposal proceeds and its carrying amount is included in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.5 Associates

Associates are entities in which the Group has significant influence, but no control, over their financial and operating policies.

The Group's investments in associates are accounted for using the equity method. Under the equity method, investment in an associate is carried in the statements of financial position at cost plus post acquisition changes in the Group's share of net assets of the associate. Goodwill relating to the associate is included in the carrying amount of the investment and is neither amortised nor individually tested for impairment.

The share of the result of an associate is reflected in profit or loss. Any change in after comprehensive income of those investees is presented as part of the Group's other comprehensive income. When the Group's share of losses exceeds its interest in an associate, the carrying amount of that interest including any long-term investment is reduced to zero, and the recognition of further losses is discontinued except to the extent that the Group has an obligation or has made payments on behalf of the associate.

Where there has been a change recognised directly in the equity of an associate, the Group recognises its share of any changes and discloses this, when applicable, in the statements of changes in equity. Unrealised gains and losses resulting from transactions between the Group and the associate are eliminated to the extent of the interest in the associate.

The financial statements of the associates are prepared as of the same reporting period as the Company. Where necessary, adjustments are made to bring the accounting policies of the associates in line with those of the Group.

After application of the equity method, the Group determines whether it is necessary to recognise an additional impairment loss on the Group's investments in its associates. The Group determines at each end of the reporting period whether there is any objective evidence that the investments in the associate are impaired. If this is the case, the Group calculates the amount of impairment as the difference between the recoverable amount of the associates and their carrying value and recognise the amount in the "share of profit of associates" in profit or loss.

Upon loss of significant influence over an associate, the Group measures and recognises any retaining investment at its fair value. Any difference between the carrying amount of the associate upon loss of significant influence and the fair value of the retaining investment and proceeds from disposal is recognised in profit or loss.

When the Group's interest in an associate decrease but does not result in a loss of significant influence, any retained interest is not remeasured. Any gain or loss arising from the decrease in interest is recognised in profit or loss. Any gains or losses previously recognised in other comprehensive income are also reclassified proportionately to the profit or loss if that gain or loss would be required to be reclassified to profit or loss on the disposal of the related assets or liabilities.

In the Company's separate financial statements, investments in associates are stated at cost less impairment losses. On disposal of such investments, the difference between net disposal proceeds and their carrying amounts is included in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.6 Property, plant and equipment and depreciation

Property, plant and equipment are initially stated at cost. The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Group's and the Company's and the cost of the item can be measured reliably. All property, plant and equipment are stated at historical cost less accumulated depreciation and less any impairment losses.

Cost includes expenditures that are directly attributable to the acquisition of the assets and any other costs directly attributable to bringing the asset to working condition for its intended use, cost of replacing component parts of the assets, and the present value of the expected cost for the decommissioning of the assets after their use. The cost of self-constructed assets also includes the cost of materials and direct labour. For qualifying assets, borrowing costs are capitalised in accordance with the accounting policy on borrowing costs. All repair and maintenance costs are recognised in profit or loss as incurred.

Depreciation of property, plant and equipment is provided on the straight line method in order to write off the cost of each asset over its estimated useful life.

Property, plant and equipment are depreciated based on the estimated useful lives of the assets as follows:-

Buildings	2%
Building improvement and electrical installation	10%
Plant, machinery, factory equipment and tools	20%
Hotel equipment, furniture, fixtures, club and office equipment	12.5%-33.3%
Motor vehicles	20%
Solar system	2%

The residual values, useful life and depreciation method are reviewed for impairment when events or changes in circumstances indicate that the carrying amount may not be recoverable, or at least annually to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of property, plant and equipment.

Property, plant and equipment are derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Gain or losses arising on the disposal of property, plant and equipment are determined as the difference between the disposal proceeds and the carrying amount of the assets and are recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.7 Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

3.7.1 Group as a lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

3.7.1.1 Right-of-use assets

The Group recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets, as follows:-

Leasehold land	Over the lease period of 52 years
Motor vehicles	5 years

If ownership of the leased asset transfers to the Group at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

The right-of-use assets are also subject to impairment. Refer to the accounting policies in Note 3.9 Impairment of non-financial assets.

3.7.1.2 Lease liabilities

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.7 Leases (cont'd)

3.7.1 Group as a lessee (cont'd)

3.7.1.3 Short-term leases and leases of low-value assets

The Group applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low value assets are recognised as expense on a straight-line basis over the lease term.

3.7.2 Group as a lessor

Leases in which the Group does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms and is included in revenue in the statement of profit or loss due to its operating nature. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

3.8 Inventories

Inventories of raw materials and finished goods are value at lower of cost and net realisable value. Cost of raw materials is determined on the weighted average basis.

Cost of finished goods include the cost of materials, direct labour and proportion of the manufacturing overheads.

Net realisable value represents the estimated selling price in the ordinary course of business less all estimates costs to completion and costs to be incurred in marketing, selling and distribution.

3.9 Impairment of non-financial assets

At each reporting date, the Group and the Company reviews carrying amounts of its non-financial assets to determine whether there is any indication of impairment. Non-financial assets is tested for impairment at least once annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired either individually or at the cash-generating unit level. If any such indication exists, or when annual impairment testing for an asset is required, the recoverable amount is estimated and an impairment loss is recognised whenever the recoverable amount of the asset or a cash-generating unit is less than its carrying amount. Recoverable amount of an asset or a cash-generating unit is the higher of its fair value less costs to sell and its value in use.

In assessing value in use, estimated future cash flows are discounted to present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Impairment losses of continuing operations are recognised in profit or loss in those expense categories consistent with the function of the impaired asset. An impairment loss is recognised as an expense in profit or loss immediately, unless the asset is carried at a revalued amount. Any impairment loss of a revalued asset is treated as a revaluation decrease to the extent of previously recognised revaluation surplus for the same asset.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.9 Impairment of non-financial assets (cont'd)

An assessment is made at each reporting date as to whether there is any indication that previously recognised impairment losses for an asset may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the asset recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years.

All reversals of impairment losses are recognised as income immediately in profit or loss unless the asset is carried at revalued amount, in which case the reversal in excess of impairment loss previously recognised through profit or loss is treated as revaluation increase. After such a reversal, depreciation charge is adjusted in future periods to allocate the revised carrying amount of the asset, less any residual value, on a systematic basis over its remaining useful life.

3.10 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

3.10.1 Financial assets

Initial recognition and measurement

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through other comprehensive income ("OCI"), and fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Group and the Company's business model for managing them. With the exception of trade receivables that do not contain a significant financing component or for which and the Group and the Company have applied the practical expedient, the Group and the Company initially measure a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs. Trade receivables that do not contain a significant financing component or for which the Group and the Company have applied the practical expedient are measured at the transaction price.

In order for a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest ("SPPI")' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level. Financial assets with cash flows that are not SPPI are classified and measured at fair value through profit or loss, irrespective of the business model.

The Group's and the Company's business model for managing financial assets refers to how they manage their financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. Financial assets classified and measured at amortised cost are held within a business model with the objective to hold financial assets in order to collect contractual cash flows while financial assets classified and measured at fair value through OCI are held within a business model with the objective of both holding to collect contractual cash flows and selling.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.10 Financial instruments (cont'd)

3.10.1 Financial assets (cont'd)

Initial recognition and measurement (cont'd)

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Group and the Company commit to purchase or sell the asset.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:-

- Financial assets at amortised cost (debt instruments)
- Financial assets at fair value through OCI with recycling of cumulative gains and losses (debt instruments)
- Financial assets designated at fair value through OCI with no recycling of cumulative gains and losses upon derecognition (equity instruments)
- Financial assets at fair value through profit or loss.

Financial assets at amortised cost

Financial assets at amortised cost are subsequently measured using the effective interest rate ("EIR") method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired. The Group and the Company's financial assets at amortised cost includes trade receivables and most other receivables.

Financial assets at fair value through OCI

For debt instruments at fair value through OCI, interest income, foreign exchange revaluation and impairment losses or reversals are recognised in the statement of profit or loss and computed in the same manner as for financial assets measured at amortised cost. The remaining fair value changes are recognised in OCI. Upon derecognition, the cumulative fair value change recognised in OCI is recycled to profit or loss.

The Group and the Company's debt instruments at fair value through OCI includes investments in quoted debt instruments included under other non-current financial assets.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised when:-

- The rights to receive cash flows from the asset have expired
Or
- The Group and the Company have transferred their rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Group and the Company have transferred substantially all the risks and rewards of the asset, or (b) the Group and the Company have neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.10 Financial instruments (cont'd)

3.10.1 Financial assets (cont'd)

Derecognition (cont'd)

When the Group and the Company have transferred their rights to receive cash flows from an asset or has entered into a passthrough arrangement, it evaluates if, and to what extent, it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Group and the Company continue to recognise the transferred asset to the extent of its continuing involvement. In that case, the Group and the Company also recognise an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group and the Company have retained. Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Group and the Company could be required to repay.

Impairment

The Group and the Company recognises an allowance for expected credit losses (ECLs) on financial assets measured at amortised cost, debt investments measured at fair value through other comprehensive income, contract assets, and lease receivables. Expected credit losses are a probability-weighted estimate of credit losses.

The Group and the Company measure loss allowances at an amount equal to lifetime expected credit loss, except for debt securities that are determined to have low credit risk at the reporting date, cash and bank balance and other debt securities for which credit risk has not increased significantly since initial recognition, which are measured at 12-month expected credit loss. Loss allowances for trade receivables, contract assets and lease receivables are always measured at an amount equal to lifetime expected credit loss.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating expected credit loss, the Group and the Company consider reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Group's historical experience and informed credit assessment and including forward-looking information, where available.

Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of the asset, while 12-month expected credit losses are the portion of expected credit losses that result from default events that are possible within the 12 months after the reporting date. The maximum period considered when estimating expected credit losses is the maximum contractual period over which the Group and the Company are exposed to credit risk.

The Group and the Company estimate the expected credit losses on trade receivables using a provision matrix with reference to historical credit loss experience.

An impairment loss in respect of financial assets measured at amortised cost is recognised in profit or loss and the carrying amount of the asset is reduced through the use of an allowance account.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.10 Financial instruments (cont'd)

3.10.1 Financial assets (cont'd)

Impairment (cont'd)

At each reporting date, the Group and the Company assess whether the financial assets carried at amortised cost and debt securities at fair value through other comprehensive income are credit-impaired. A financial asset is credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

The gross carrying amount of a financial asset is written off (either partially or full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Group and the Company determine that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Group's or the Company's procedures for recovery amounts due.

3.10.2 Financial liability

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Group and the Company's financial liabilities include payables, accruals and borrowings.

Subsequent measurement

For purposes of subsequent measurement, financial liabilities are classified in two categories:-

- Financial liabilities at fair value through profit or loss
- Financial liabilities at amortised cost

This is the category most relevant to the Group and the Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate ("EIR") method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit or loss. This category generally applies to interest-bearing loans and borrowings.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.10 Financial instruments (cont'd)

3.10.2 Financial liability (cont'd)

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

3.10.3 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

3.11 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, banks balances and short term demand deposits which are readily convertible to known amount of cash and which are subject to an insignificant risk of changes in value.

3.12 Tax expense

Tax expense comprises current tax and deferred tax. Current tax and deferred tax are recognised in profit or loss except to the extent that it relates to a business combination or items recognised directly in equity or other comprehensive income.

3.12.1 Current tax

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted by the end of the reporting period, and any adjustment to tax payable in respect of previous years.

3.12.2 Deferred tax

Deferred tax is recognised using the liability method, providing for temporary differences between the carrying amounts of assets and liabilities in the statements of financial position and their tax bases. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the end of the reporting period.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.12 Tax expense (cont'd)

3.12.2 Deferred tax (cont'd)

The amount of deferred tax recognised is measured based on the expected manner of realisation or settlement of the carrying amount of the assets and liabilities, using tax rates enacted or substantively enacted at the reporting date.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reviewed at the end of each reporting period and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

3.13 Borrowing costs

Interest costs on borrowings to finance the construction of property, plant and equipment are capitalised as part of the cost of those assets during the period of time that is required to complete and prepare the assets for their intended use.

All other borrowing costs are expensed in the year in which they are incurred.

3.14 Provisions

Provisions are recognised when there is a present obligation, legal or constructive, as a result of a past event, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not recognised for future operating losses.

Any reimbursement that the Group and the Company can be virtually certain to collect from a third party with respect to the obligation is recognised as a separate asset. However, this asset may not exceed the amount of the related provision.

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. Where the effect of the time of money is material, provision are discounted using a current pre tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.15 Foreign currency translations

Transactions in foreign currencies are initially recorded at the functional currency rates prevailing at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are retranslated at the functional currency spot rate of exchange ruling at the reporting date.

All differences are taken to the profit or loss with the exception of all monetary items that forms part of a net investment in a foreign operation. These are recognised in other comprehensive income until the disposal of the net investment, at which time they are reclassified to profit or loss. Tax charges and credits attributable to exchange differences on those monetary items are also recorded in other comprehensive income.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising in translation of non-monetary items is recognised in line with the gain or loss of the item that gave rise to the translation difference (translation differences on items whose gain or loss is recognised in other comprehensive income or profit or loss is also recognised in other comprehensive income or profit or loss respectively).

Foreign operations

The assets and liabilities of operations denominated in functional currencies other than RM, including goodwill and fair value adjustments arising on acquisition, are translated to RM at exchange rates at the end of the reporting period, except for goodwill and fair value adjustments arising from business combination before 1 April 2011 (the date when the Group and the Company first adopted MFRSs) which are treated as assets and liabilities of the Company. The income and expenses of foreign operations are translated to RM at exchange rates at the date of the transactions.

Foreign currency differences are recognised in other comprehensive income and accumulated in the foreign currency translation reserve in equity. However, if the operation is a non-wholly-owned subsidiary, then the relevant proportionate share of the translation difference is allocated to the non-controlling interests. When a foreign operation is disposed of such that control, significant influence or joint control is lost, the cumulative amount in the foreign currency translation reserve related to that foreign operation is reclassified to profit or loss as part of the profit or loss on disposal.

When the Group disposes of only part of its interest in a subsidiary that includes a foreign operation, the relevant proportion of the cumulative amount is reattributed to non-controlling interests. When the Group disposes of only part of its investment in an associate or joint venture that includes a foreign operation while retaining significant influence or joint control, the relevant proportion of the cumulative amount is reclassified to profit or loss.

In the consolidated financial statements, when settlement of a monetary item receivable from or payable to a foreign operation is neither planned nor likely in the foreseeable future, foreign exchange gains and losses arising from such a monetary item are considered to form part of a net investment in a foreign operation and are recognised in other comprehensive income, and are presented in foreign currency translation reserve in equity.

NOTES TO THE FINANCIAL STATEMENTS

(CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.16 Revenue

The Group is in the business of manufacturing precision springs, insurance commission, gaming income and hotel income. Revenue is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services.

3.16.1 Sale of goods

Revenue from sale of goods is recognised at the point in time when control of the goods are transferred to the customer.

3.16.2 Revenue from other sources

3.16.2.1 Interest income

Interest income is recognised on an accrual basis using the effective interest method.

3.16.2.2 Rental income

Rental income is accounted for on a straight-line basis over the lease terms. The aggregate costs of incentives provided to lessees are recognised as a reduction of rental income over the lease term on a straight-line basis.

3.16.2.3 Service fee

Service fee is recognised as it accrues.

3.16.2.4 Insurance commission

Insurance commission is recognised as it accrues.

3.16.2.5 Management fees

Management fees is recognised upon rendering services.

3.16.2.6 Gaming income

Gaming income represents net house takings.

3.16.2.7 Hotel income

Hotel income is recognised when the relevant services are provided.

3.16.2.8 Dividend income

Dividend income is recognised when the right to receive payment is established, which in the case of quoted securities is the ex-dividend rate.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.17 Employee benefits

3.17.1 Short-term employee benefits

Wages, salaries, bonuses and social security contributions are summarised as expenses in the year in which the associated services are rendered by the employees of the Group and of the Company. Short term accumulating compensated absences such as paid annual leave are summarised when services are rendered by employees that increase their entitlement to future compensated absences, and short term non-accumulating compensated absences such as sick leave are summarised when the absences occurred.

3.17.2 Defined contribution plans

Defined contribution plans are post-employment benefit plans under which the Group and the Company pay fixed contributions into separate entities of funds and will have no legal or constructive obligation to pay further contribution if any of the funds do not hold sufficient assets to pay all employee benefits relating to employee services in the current and preceding financial years.

Such contributions are recognised as expense in the profit or loss as incurred. As required by law, companies in Malaysia make such contributions to the Employees Provident Fund ("EPF"). Some of the Group's foreign subsidiaries also make contributions to their respective countries' statutory pension schemes.

3.18 Contingent liabilities

Where it is not probable that an inflow or an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the asset or the obligation is not recognised in the statement of financial position and is disclosed as a contingent asset or contingent liability, unless the probability of inflow or outflow of economic benefits is remote.

Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events, are also disclosed as contingent assets or contingent liabilities unless the probability of inflow or outflow of economic benefits is remote.

3.19 Equity, reserves and distributions to owners

An equity instrument is any contract that evidences a residual interest in the assets of the Group and of the Company after deducting all of its liabilities. Ordinary shares are equity instruments.

Share capital represents the nominal value of shares that have been issued.

Retained earnings include all current and prior period retained profits.

All transactions with owners of the Company are recorded separately within equity.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.20 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified to make strategic decisions. Additional disclosures on each of these segments are shown in Note 25 to the financial statements.

Segment revenues, expenses and result include transfers between segments. The prices charged on intersegment transactions are the same as those charged for similar goods to parties outside of the Group in an arm's length transaction. These transfers are eliminated on consolidation.

3.21 Sales and Services Tax

Expenses and assets are recognised net of the amount of sales and services tax, except:-

- When the sales tax incurred on a purchase of assets or services is not recoverable from the tax authority, in which case, the sales and services tax is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable
- When receivables and payables are stated with the amount of sales and services tax included

The net amount of sales and services tax recoverable from, or payable to, the tax authority is included as part of receivables or payables in the statements of financial position.

3.22 Related parties

A related party is a person or entity that is related to the Group. A related party transaction is a transfer of resources, services or obligations between the Group and its related party, regardless of whether a price is charged.

A party is related for an entity if:-

- (a) A person or a close member of that person's family is related to the Group if that person:-
 - (i) has control or joint control over the Group;
 - (ii) has significant influence over the Group; or
 - (iii) is a member of the key management personnel of the ultimate holding company of the Group, or the Group.
- (b) An entity is related to the Group if any of the following conditions applies:-
 - (i) the entity and the Group are members of the same group.
 - (ii) one entity is an associate or joint venture of the other entity.
 - (iii) both entities are joint ventures of the same third party.
 - (iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity.
 - (v) the entity is a post-employment benefit plan for the benefits of employees of either the Company or an entity related to the Company;
 - (vi) the entity is controlled or jointly-controlled by a person identified in (a) above;
 - (vii) a person identified in (a)(i) above has significant influence over the entity or is a member of the key management personnel of the entity or of the parents of the entity; or
 - (viii) the entity, or any member of a group of which it is a part, provides key management personnel services to the Group or to the parents of the Group.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

4. PROPERTY, PLANT AND EQUIPMENT

Group	Buildings, building improvement and electrical installation	Plant, machinery and equipment tools	Hotel equipment, furniture, fixtures, club and office equipment	Motor vehicles	Solar system	Total
Cost	RM	RM	RM	RM	RM	RM
At 1 April 2019	16,525,845	3,813,369	4,244,131	199,413	-	24,782,758
Additions	7,230	946,362	45,557	-	-	999,149
Disposals	-	(3,800)	-	-	-	(3,800)
Written off	-	(4,385)	(32,232)	-	-	(36,617)
Translation differences	334,476	-	120,316	5,604	-	460,396
At 31 March 2020	16,867,551	4,751,546	4,377,772	205,017	-	26,201,886
Additions	44,447	646,310	539,150	-	489,600	1,719,507
Disposals	-	(7,800)	-	-	-	(7,800)
Written off	-	(162,260)	(352,903)	-	-	(515,163)
Translation differences	(247,157)	-	(431,330)	(4,141)	-	(682,628)
At 31 March 2021	16,664,841	5,227,796	4,132,689	200,876	489,600	26,715,802

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

4. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

Group	Buildings, building improvement and electrical installation RM	Plant, machinery and equipment tools RM	Hotel equipment, furniture, fixtures, club and office equipment RM	Motor vehicles RM	Solar system RM	Total RM
Depreciation and impairment loss						
At 1 April 2019	8,788,777	2,900,735	3,915,673	154,924	-	15,760,109
Depreciation for the financial year	224,309	413,946	114,307	19,610	-	772,172
Disposals	-	(3,796)	-	-	-	(3,796)
Written off	-	(4,379)	(31,788)	-	-	(36,167)
Translation differences	318,942	-	113,040	5,604	-	437,586
At 31 March 2020	9,332,028	3,306,506	4,111,232	180,138	-	16,929,904
Depreciation for the financial year	230,518	514,321	135,925	14,951	816	896,531
Disposals	-	(1,950)	-	-	-	(1,950)
Written off	-	(162,256)	(352,899)	-	-	(515,155)
Translation differences	(237,707)	-	(426,814)	(4,137)	-	(668,658)
At 31 March 2021	9,324,839	3,656,621	3,467,444	190,952	816	16,640,672
Net carrying amount						
At 31 March 2021	7,340,002	1,571,175	665,245	9,924	488,784	10,075,130
At 31 March 2020	7,535,523	1,445,040	266,540	24,879	-	9,271,982

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

4. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

Company	Buildings RM	Furniture, fixtures and office equipment RM	Total RM
Cost			
At 1 April 2019	6,615,548	1,451,252	8,066,800
Additions	-	1,450	1,450
Written off	-	(26,979)	(26,979)
At 31 March 2020	6,615,548	1,425,723	8,041,271
Written off	-	(493)	(493)
At 31 March 2021	6,615,548	1,425,230	8,040,778
Accumulated depreciation			
At 1 April 2019	1,434,421	1,405,820	2,840,241
Depreciation for the financial year	132,311	12,618	144,929
Written off	-	(26,965)	(26,965)
At 31 March 2020	1,566,732	1,391,473	2,958,205
Depreciation for the financial year	132,311	12,691	145,002
Written off	-	(493)	(493)
At 31 March 2021	1,699,043	1,403,671	3,102,714
Net carrying amount			
At 31 March 2021	4,916,505	21,559	4,938,064
At 31 March 2020	5,048,816	34,250	5,083,066

(i) Security

The buildings of the Group and of the Company with the carrying amount of RM4,916,505 (2020: RM5,048,816) are pledged for banking facilities (Note 16).

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

5. RIGHT-OF-USE ASSETS

Group	Leasehold land RM	Motor vehicles RM	Total RM
Cost			
At 1 April 2019	1,944,462	246,250	2,190,712
Translation differences	56,500	-	56,500
At 31 March 2020	2,000,962	246,250	2,247,212
Translation differences	(41,750)	-	(41,750)
At 31 March 2021	1,959,212	246,250	2,205,462
Accumulated depreciation			
At 1 April 2019	551,956	12,312	564,268
Charge for the financial year	36,372	49,250	85,622
Translation differences	13,180	-	13,180
At 31 March 2020	601,508	61,562	663,070
Charge for the financial year	36,527	49,250	85,777
Translation differences	(10,578)	-	(10,578)
At 31 March 2021	627,457	110,812	738,269
Net carrying amount			
At 31 March 2021	1,331,755	135,438	1,467,193
At 31 March 2020	1,399,454	184,688	1,584,142

The above motor vehicles are under lease arrangement.

6. INVESTMENTS IN SUBSIDIARIES

	Company	
	2021 RM	2020 RM
Unquoted shares, at cost	3,975,004	3,975,004

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

6. INVESTMENTS IN SUBSIDIRIES (CONT'D)

Details of the subsidiaries are as follows:-

Name of subsidiaries	Place of incorporation	Equity ownership interest		Principal activities
		2021	2020	
Wire Master Spring Sdn. Bhd.	Malaysia	96%	96%	Manufacturing of precision springs
Goldwealth Capital Sdn. Bhd. *	Malaysia	100%	100%	Dormant
GW Premium Capital Sdn. Bhd.	Malaysia	100%	100%	Providing financing services
Probusiness Investments Limited #	British Virgin Islands	100%	100%	Investment holding
<i>Subsidiaries of Probusiness Investments Limited</i>				
- Asia Pacific Winning Limited	British Virgin Islands	100%	100%	Investment holding
<i>Subsidiary of Asia Pacific Winning Limited</i>				
- Lao-Malaysia Investments Group	Republic of Laos	75%	75%	Hotel operations

* The subsidiary is under Members' Voluntary Liquidation.

The subsidiary ceased gaming operations during the financial year.

Non-controlling interests in subsidiaries

The Group's subsidiaries that have material non-controlling interests ("NCI") are as follows:-

	Wire Master Spring Sdn. Bhd.	Lao-Malaysia Investments Group	Total
2021			
NCI percentage of ownership interests and voting interest (%)	4%	25%	
Carrying amount of NCI (RM)	294,970	(988,270)	(693,300)
Profit/(Loss) allocated to NCI (RM)	41,980	(85,909)	(43,929)
2020			
NCI percentage of ownership interests and voting interest (%)	4%	25%	
Carrying amount of NCI (RM)	252,991	(953,426)	(700,435)
Profit/(Loss) allocated to NCI (RM)	12,912	(61,315)	(48,403)

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

6. INVESTMENTS IN SUBSIDIARIES (CONT'D)

Non-controlling interests in subsidiaries (cont'd)

The summary of financial information before intra-group elimination for the Group's subsidiaries that has material non-controlling interests ("NCI") is as below:-

	Wire Master Spring Sdn. Bhd. RM	Lao- Malaysia Investments Group RM	Total RM
2021			
Financial position as at 31 March			
Non-current assets	6,080,347	1,080,205	7,160,552
Current assets	5,842,500	420,214	6,262,714
Non-current liabilities	(441,000)	-	(441,000)
Current liabilities	(4,107,603)	(6,739,806)	(10,847,409)
Net assets/(liabilities)	<u>7,374,244</u>	<u>(5,239,387)</u>	<u>2,134,857</u>
Summary of financial performance for the financial year ended 31 March			
Profit/(Loss) for the financial year	1,049,488	(343,635)	705,853
Other comprehensive income	-	204,255	204,255
Total comprehensive income/(loss)	<u>1,049,488</u>	<u>(139,380)</u>	<u>910,108</u>
Included in the total comprehensive income is:-			
Revenue	10,872,542	569,739	11,442,281
Summary of cash flows for the financial year ended 31 March			
Net cash inflow/(outflow) from			
- operating activities	862,785	12,140	874,925
- investing activities	(1,712,754)	(3,653)	(1,716,407)
- financing activities	652,363	38,182	690,545
Net cash (outflow)/inflow	<u>(197,606)</u>	<u>46,669</u>	<u>(150,937)</u>

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

6. INVESTMENTS IN SUBSIDIARIES (CONT'D)

Non-controlling interests in subsidiaries (cont'd)

The summary of financial information before intra-group elimination for the Group's subsidiaries that has material non-controlling interests ("NCI") is as below (cont'd):-

	Wire Master Spring Sdn. Bhd. RM	Lao- Malaysia Investments Group RM	Total RM
2020			
Financial position as at 31 March			
Non-current assets	5,269,327	1,211,647	6,480,974
Current assets	3,812,948	470,401	4,283,349
Non-current liabilities	(42,957)	-	(42,957)
Current liabilities	(2,714,562)	(6,782,055)	(9,496,617)
Net assets/(liabilities)	6,324,756	(5,100,007)	1,224,749
Summary of financial performance for the financial year ended 31 March			
Profit/(Loss) for the financial year	322,798	(245,259)	77,539
Other comprehensive loss	-	(260,640)	(260,640)
Total comprehensive income/(loss)	322,798	(505,899)	(183,101)
Included in the total comprehensive income is:-			
Revenue	7,078,751	959,238	8,037,989
Summary of cash flows for the financial year ended 31 March			
Net cash inflow/(outflow) from			
- operating activities	1,108,071	(325,323)	782,748
- investing activities	(993,927)	(2,972)	(996,899)
- financing activities	596,282	243,676	839,958
Net cash inflow/(outflow)	710,426	(84,619)	625,807

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

7. INVESTMENT IN ASSOCIATES

	Group	
	2021 RM	2020 RM
Unquoted shares outside Malaysia, at cost	-	1,987,379
Share of post acquisition loss	-	(1,987,379)
	-	-

Details of the associate are as follows:-

Name of associate	Place of incorporation	Equity Ownership interest		Principal activities
		2021	2020	
Goldshore Capital Limited*	British Virgin Islands	-	40%	Gaming operations

* The results of the associates have been equity accounted for based on the audited financial statements for the relevant year.

The summarised financial information of the associate is as follows:-

	Group	
	2021 RM	2020 RM
Assets and liabilities:-		
Non-current assets	4,729,213	4,922,470
Current assets	2,077,766	4,525,657
Current liabilities	(8,479,340)	(15,395,744)
Net liabilities	(1,672,361)	(5,947,617)
Revenue	-	2,171,929
Profit for the financial year/Total comprehensive income	4,541,834	260,691
Group's share of results for the financial year ended 31 March		
Group's share of income/total comprehensive income	1,816,733	104,276

The associates have no capital commitments and contingent liabilities as at the reporting date.

Disposal of an associate

On 31 March 2021, Probusiness Investments Limited, a subsidiary of the Company entered into a Share Sale Agreement for the disposal of all its 720,000 ordinary shares or 40% equity interests in Goldshore Capital Limited to a third party for a total cash consideration of USD1.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

8. DEFERRED TAXATION

8.1 *Deferred tax (assets)/liabilities*

The deferred tax (assets)/liabilities as at reporting date are made up of temporary difference arising from:-

	At 1 April 2019 RM	Recognised in profit or loss RM	At 31 March 2020 RM	Recognised in profit or loss RM	At 31 March 2021 RM
Group					
Carrying amount of qualifying property, plant and equipment in excess of their tax base	(191,000)	46,000	(145,000)	586,000	441,000
	(191,000)	46,000	(145,000)	586,000	441,000
			Note 21	Note 21	

8.2 *Deferred tax assets not recognised*

Deferred tax assets have not been recognised in respect of the following temporary differences due to the uncertainty of recoverability by the Company and its subsidiaries:-

	Group	
	2021 RM	2020 RM
Unabsorbed tax losses	(1,787,000)	(1,960,000)
Unutilised capital allowances	(317,000)	(317,000)
Property, plant and equipment	6,000	8,000
	(2,098,000)	(2,269,000)
	Company	
	2021 RM	2020 RM
Unabsorbed tax losses	(337,000)	(510,000)
Unutilised capital allowances	(256,000)	(256,000)
Property, plant and equipment	6,000	9,000
	(587,000)	(757,000)

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

8. DEFERRED TAXATION (CONT'D)

8.2 *Deferred tax assets not recognised (cont'd)*

The unabsorbed tax losses and unutilised capital allowances which can be carried forward to offset against future taxable profit amounted to approximately RM1,787,000 (2020: RM1,960,000) and RM317,000 (2020: RM317,000) for the Group and RM337,000 (2020: RM510,000) and RM256,000 (2020: RM256,000) for the Company.

Deferred tax assets have not been recognised in respect of these items as the Company and the subsidiary companies may not have sufficient taxable profits to be used to offset or realise in the near future.

Effective Year of Assessment 2019 as announced in the Annual Budget 2019, the unused tax losses of the Group and the Company as of 31 March 2021 and thereafter will only be available for carry forward for a period of 7 consecutive years. Upon expiry of the 7 years, the unabsorbed tax losses will be disregarded. Whilst, the utilised capital allowances are allowed to be carried forward indefinitely.

The expiry of the unabsorbed tax losses is as follows:-

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
Year of assessment 2026	1,787,000	1,960,000	337,000	510,000

9. INVENTORIES

	Group	
	2021 RM	2020 RM
Raw materials	1,827,515	854,963
Finished goods	446,644	357,688
	<u>2,274,159</u>	<u>1,212,651</u>
Recognised in profit and loss:-		
Inventories recognised as cost of sales	4,086,357	2,219,314
Allowance for obsolete inventories	22,364	100,530
Reversal of allowance for obsolete inventories *	(60,725)	(47,828)

* The reversal of inventories written down was made during the year when the related inventories were sold out.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

10. RECEIVABLES, DEPOSITS AND PREPAYMENTS

	Note	Group		Company	
		2021 RM	2020 RM	2021 RM	2020 RM
Current					
Trade					
Trade receivables		2,521,368	1,607,144	-	-
Less : Allowance for expected credit losses		(9,706)	(21,597)	-	-
		<u>2,511,662</u>	<u>1,585,547</u>	-	-
Non-trade					
Amounts due from subsidiaries		-	-	19,515,082	19,194,848
Less : Allowance for expected credit losses		-	-	(16,504,020)	(16,908,342)
	10.1	-	-	3,011,062	2,286,506
Non-trade					
Other receivables	10.2	5,374,017	5,495,147	5,000,000	5,000,000
GST receivables		478	1,261	37	306
Deposits		424,914	103,009	82,729	82,799
Prepayments		46,868	48,022	17,651	19,611
Less : Allowance for expected credit losses		(5,000,000)	(5,004,097)	(5,000,000)	(5,000,000)
		<u>846,277</u>	<u>643,342</u>	<u>100,417</u>	<u>102,716</u>
Total current receivables		<u>3,357,939</u>	<u>2,228,889</u>	<u>3,111,479</u>	<u>2,389,222</u>

The movement in allowance for expected credit losses in trade receivables are as follows:-

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
Brought forward	21,597	59,568	-	-
Reversal of allowance for expected credit loss	(11,500)	(38,500)	-	-
Translation differences	(391)	529	-	-
Carried forward	<u>9,706</u>	<u>21,597</u>	-	-

The normal trade credit terms granted by the Group to the trade receivables range from 30 to 120 days (2020: 30 to 120 days).

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

10. RECEIVABLES, DEPOSITS AND PREPAYMENTS (CONT'D)

Reversal of allowance for expected credit loss

The expected credit loss on trade receivable was reversed as a result of subsequent receipt.

The movement in allowance for expected credit losses in non-trade receivables are as follows:-

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
Brought forward	5,004,097	5,000,000	21,908,342	22,173,063
Allowance for expected credit losses	-	4,097	-	-
Reversal of allowance for expected credit loss	(4,097)	-	(404,322)	(264,721)
Carried forward	5,000,000	5,004,097	21,504,020	21,908,342

10.1 Amounts due from subsidiaries

The amounts due from subsidiaries are unsecured, interest free and repayable on demand.

10.2 Other receivables

Included in other receivables of the Group and of the Company is an amount of RM5,000,000 (2020: RM5,004,097) and RM5,000,000 (2020: RM5,000,000) respectively due from third parties which are unsecured, interest free and repayable on demand. Allowance for expected credit loss has been fully made as at reporting date.

11. AMOUNT DUE FROM ASSOCIATES

	Group	
	2021 RM	2020 RM
Amount due from associates	-	5,122,041
Share of post acquisition loss	-	(3,028,239)
Translation differences	-	734,225
		<u>2,828,027</u>

The movement of the share of post acquisition loss is recognised as the Group has given its undertaking to share the results eventhough it is in excess of its cost of investment.

The amount due from associates represents advances given which is unsecured, interest free and repayable on demand. The advances were given in proportion to its shareholding in the associate.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

12. CASH AND CASH EQUIVALENTS

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
Short-term deposits with licensed banks and financial institutions	21,450,830	22,222,176	21,450,830	22,222,176
Cash and bank balances	1,198,751	1,998,889	148,939	314,664
	<u>22,649,581</u>	<u>24,221,065</u>	<u>21,599,769</u>	<u>22,536,840</u>

The interest rate of short-term deposits with licensed banks ranges from 1.83% to 2.96% (2020: 3.08% to 3.69%) per annum.

13. SHARE CAPITAL

	Group and Company			
	2021		2020	
	Number of shares Unit	Amount RM	Number of shares Unit	Amount RM
Issued and fully paid with no par value:-				
Ordinary shares				
At beginning/At end of financial year	44,753,400	44,885,567	44,753,400	44,885,567

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restrictions and rank equally with regard to the Company residual assets.

14. RESERVES

	Note	Group		Company	
		2021 RM	2020 RM	2021 RM	2020 RM
Non-distributable					
Exchange fluctuation reserve	14.1	4,891,817	5,115,261	-	-
Accumulated losses		4,891,817 (13,946,258)	5,115,261 (11,752,451)	- (22,027,762)	- (21,956,896)
		<u>(9,054,441)</u>	<u>(6,637,190)</u>	<u>(22,027,762)</u>	<u>(21,956,896)</u>

14.1 Exchange fluctuation reserve

Exchange fluctuation reserve comprises of foreign currency differences arising from the translation of financial statements of foreign operations.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

15. NON-CONTROLLING INTERESTS

This consists of minority shareholders' proportion of share capital and reserves of subsidiaries.

16. BORROWINGS

	Note	Group		Company	
		2021 RM	2020 RM	2021 RM	2020 RM
Current					
Term loans - secured	16.3	286,243	273,441	286,243	273,441
Lease liabilities	16.4	49,097	73,250	-	-
		<u>335,340</u>	<u>346,691</u>	<u>286,243</u>	<u>273,441</u>
Non-current					
Term loans - secured	16.3	1,942,331	2,242,225	1,942,331	2,242,225
Lease liabilities	16.4	-	42,957	-	-
		<u>1,942,331</u>	<u>2,285,182</u>	<u>1,942,331</u>	<u>2,242,225</u>
Total current and non-current borrowings		<u>2,277,671</u>	<u>2,631,873</u>	<u>2,228,574</u>	<u>2,515,666</u>

16.1 Securities

Group/Company

The term loans are secured by the Group's and the Company's buildings (Note 4) and rental proceeds derived from the buildings as described under a Deed of Assignment.

16.2 Interest rate

Group/Company

The term loans at the end of the reporting period bore effective interest rate at 3.25% (2020: 4.36%) per annum.

Group

The lease liabilities are subject to effective interest rate at 4.47% (2020: 4.47%) per annum.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

16. BORROWINGS (CONT'D)

16.3 Terms and debt repayment schedule

	Year of maturity	Carrying amount RM	Under 1 year RM	1 - 2 years RM	2 - 5 years RM	Over 5 years RM
Group						
2021						
Term loans - secured	2029	2,228,574	286,243	299,006	979,239	664,086
Lease liabilities	2021	49,097	49,097	-	-	-
		<u>2,277,671</u>	<u>335,340</u>	<u>299,006</u>	<u>979,239</u>	<u>664,086</u>
2020						
Term loans - secured	2029	2,515,666	273,441	285,635	935,447	1,021,143
Lease liabilities	2021	116,207	73,250	42,957	-	-
		<u>2,631,873</u>	<u>346,691</u>	<u>328,592</u>	<u>935,447</u>	<u>1,021,143</u>
Company						
2021						
Term loan - secured	2029	2,228,574	286,243	299,006	979,239	664,086
2020						
Term loan - secured	2029	2,515,666	273,441	285,635	935,447	1,021,143

16.4 Lease liabilities

Set out below is the movements of the lease liabilities during the financial year:-

	2021 RM	2020 RM
At 1 April	116,207	207,181
Accretion of interest	5,083	6,344
Payment of principal and interest	(72,193)	(97,318)
At 31 March	<u>49,097</u>	<u>116,207</u>

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

16. BORROWINGS (CONT'D)

16.4 Lease liabilities (cont'd)

Set out below is the movements of the lease liabilities during the financial year (cont'd):-

	2021 RM	2020 RM
<u>Current liabilities</u>		
- less than 1 year	49,097	73,250
<u>Non-current liabilities</u>		
- more than 1 year but less than 2 years	-	42,957
At 31 March	49,097	116,207

The following are the amount relating to lease liabilities recognised in profit or loss:-

	2021 RM	2020 RM
Interest expense on lease liabilities	5,083	6,344

17. PAYABLES AND ACCRUALS

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
Trade				
Trade payables	690,431	277,853	-	-
Non-trade				
Amount due to subsidiaries	-	-	8,392,677	8,392,557
Non-trade				
Other payables	644,442	602,975	90,040	90,999
Accrued expenses	452,900	460,311	55,220	56,239
SST payable	14,702	4,802	-	-
	1,112,044	1,068,088	145,260	147,238
	1,802,475	1,345,941	8,537,937	8,539,795

The normal trade credit terms granted by trade payables range from 30 to 90 days (2020: 30 to 90 days).

The amounts due to subsidiaries are unsecured, interest free and repayable on demand.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

18. REVENUE

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
Revenue recognised at a point in time:-				
Sale of goods	10,872,542	7,078,751	-	-
Insurance commission	16,944	10,032	-	-
Management fees	-	-	300,000	300,000
Hotel income	569,739	959,238	-	-
Rental income	365,925	433,685	365,925	433,685
	11,825,150	8,481,706	665,925	733,685

19. STAFF COSTS

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
Salaries, wages and other emoluments	2,877,859	2,899,302	308,341	318,090
Defined contribution plan	232,214	222,799	30,698	31,747
Social security contributions	31,485	36,371	1,847	1,657
Other benefits	31,491	6,539	26,818	5,763
	3,173,049	3,165,011	367,704	357,257

Included in the staff costs is the Directors' remuneration as below:-

	Group	
	2021 RM	2020 RM
Executive Directors:-		
Salaries and other emoluments	779,621	730,357
Defined contribution plan	39,269	33,359
Social security contributions	923	923
	819,813	764,639
Group and Company		
	2021 RM	2020 RM
Non-executive Directors:-		
Other emoluments	54,000	54,000

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

20. FINANCE INCOME, FINANCE COST AND PROFIT BEFORE TAX

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
Finance income are as follows:-				
- Interest income from cash and cash equivalents	479,866	730,205	479,861	497,235
Finance costs are as follows:-				
- Bank borrowings	90,871	139,763	90,871	139,763
- Lease liability	5,083	6,344	-	-
- Credit card commissions	2,130	4,276	-	-
	98,084	150,383	90,871	139,763
Profit before tax arrived at:-				
After charging/(crediting):-				
Audit fee				
- statutory audit	56,200	56,700	22,000	22,000
- other services	4,000	4,000	4,000	4,000
Realised loss on foreign exchange	30,682	25,079	-	-
Rental income from:				
- third parties	(107,027)	(137,801)	(107,027)	(137,801)

21. TAX EXPENSE

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
Tax expense				
- Current year	446,000	106,000	-	-
- Over provision in prior year	(6,970)	(9,065)	-	-
	439,030	96,935	-	-
Deferred tax (Note 8)				
- Current year	70,000	48,000	-	-
- Under provision in prior years	516,000	(2,000)	-	-
Total deferred tax recognised in the profit or loss (Note 8)	586,000	46,000	-	-
Total tax expense	1,025,030	142,935	-	-

Malaysia income tax is calculated at the statutory rate of 24% (2020: 24%) of the estimated taxable profits for the financial year.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

21. TAX EXPENSE (CONT'D)

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

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

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
(Loss)/Profit before tax	(1,212,706)	764,809	(70,866)	1,384,618
Tax calculated using Malaysian tax rate of 24%	(291,049)	183,554	(17,008)	332,308
Gain of foreign subsidiaries not available for set-off	861,789	37,959	-	-
Non-deductible expenses	252,725	177,888	270,012	113,993
Tax exempt income	(266,425)	(197,161)	(212,204)	(398,582)
Deferred tax assets not recognised	(41,040)	(48,240)	(40,800)	(47,719)
	516,000	154,000	-	-
- Over provision of tax expense in prior year	(6,970)	(9,065)	-	-
- Under provision of deferred tax in prior years	516,000	(2,000)	-	-
Tax expense	1,025,030	142,935	-	-

22. BASIC (LOSS)/EARNINGS PER ORDINARY SHARE

The basic (loss)/earnings per share have been calculated based on the (loss)/profit attributable to owners of the Company and the weighted average number of shares in issue during the financial year.

	Group	
	2021 RM	2020 RM
(Loss)/Earnings attributable to owners of the Company (RM)	(2,193,807)	670,277
Number of ordinary shares in issue	44,753,400	44,753,400

The diluted earnings per share are not presented as there are no dilutive potential ordinary shares.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

23. CAPITAL COMMITMENT

Capital expenditures not provided for in the financial statement are as follows:-

	Group	
	2021 RM	2020 RM
Authorised and contracted for:-		
- Purchase of property, plant, and equipment	-	80,900

24. RELATED PARTIES DISCLOSURES

Related party transactions

For the purposes of these financial statements, parties are considered to be related to the Group or the Company if the Group or the Company 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 or the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Related parties include the following:-

- (i) Subsidiaries of the Company.
- (ii) Directors and key management personnel of the Company.
- (iii) Machines Sdn. Bhd. ("MSB"), a Company in which a Director is deemed to have substantial financial interest.

The significant related party transactions of the Group and of the Company, other than those disclosed in the financial statements are as follows:-

- (i) Transactions between the Company and its subsidiary:-

	2021 RM	2020 RM
Management fees receivable	300,000	300,000
Purchase from a subsidiary	3,705	-

The balances of amounts due from/(to) subsidiaries are disclosed in Note 10 and Note 17 to the financial statements.

- (ii) Transactions with company in which certain Directors are deemed to have indirect substantial financial interest:-

	Group and Company	
	2021 RM	2020 RM
Rental receivable	258,898	295,884

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

24. RELATED PARTIES DISCLOSURES (CONT'D)

Compensation of key management personnel

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group either directly or indirectly.

The remuneration of key management personnel is same with the Directors' remuneration as disclosed in Note 19 to the financial statements. The Group and the Company have no other members of key management personnel apart from the Board of Directors.

25. SEGMENTAL INFORMATION - GROUP

(i) *Business segments*

For the management purposes, the Group is organised into business units based on their products and services, which comprises the following:-

Manufacturing	Manufacture of precision springs
Hotel	Hotel operations
Gaming	Management of gaming operations and provision of club equipment
Others	(i) Investment holding (ii) Provision of management services (iii) Provision of financing service (iv) Rental of properties

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

25. SEGMENTAL INFORMATION – GROUP (CONT'D)

(i) Business segments (cont'd)

2021

	Manufacturing RM	Gaming RM	Hotel RM	Others RM	Elimination RM	Consolidated RM
Revenue from external customers	10,872,542	-	569,739	382,869	-	11,825,150
Inter-segment revenue	-	-	-	300,000	(300,000)	-
Total revenue	10,872,542	-	569,739	682,869	(300,000)	11,825,150
Result:-						
Interest income	5	-	-	479,861	-	479,866
Depreciation of property, plant and equipment	(607,328)	-	(68,805)	(220,398)	-	(896,531)
Depreciation of right-of-use assets	(49,250)	-	(21,148)	(15,379)	-	(85,777)
Finance costs	(5,083)	-	(2,130)	(90,871)	-	(98,084)
Other non-cash expenses Note (a)	54,274	3,361	(33,612)	(5,579,116)	652,607	(4,902,486)
Tax expense	(1,025,030)	-	-	-	-	(1,025,030)
Segment profit/(loss)	1,049,488	-	(343,635)	(5,825,986)	2,882,397	(2,237,736)
Assets:-						
Addition to non-current assets	1,715,854	-	3,653	-	-	1,719,507
Segment assets	8,754,542	-	1,500,419	29,569,041	-	39,824,002
Liabilities:-						
Unallocated liabilities	-	-	-	-	-	2,442,701
Segment liabilities	1,325,452	-	312,433	605,590	-	2,243,475

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

25. SEGMENTAL INFORMATION – GROUP (CONT'D)

(i) Business segments (cont'd)

	2020	Manufacturing RM	Gaming RM	Hotel RM	Others RM	Elimination RM	Consolidated RM
Revenue from external customers	7,078,751	-	959,238	443,717	-	-	8,481,706
Inter-segment revenue	-	-	-	300,000	(300,000)	-	-
Total revenue	7,078,751	-	959,238	743,717	(300,000)	(300,000)	8,481,706
Result:-							
Interest income	301	-	-	729,904	-	-	730,205
Depreciation of property, plant and equipment	(468,935)	-	(82,912)	(220,325)	-	-	(772,172)
Depreciations of right-of-use assets	(49,243)	-	(21,000)	(15,379)	-	-	(85,622)
Finance costs	(6,344)	-	(4,276)	(139,763)	-	-	(150,383)
Other non-cash expense Note (a)	(23,449)	(9,326)	(27,464)	(14)	-	-	(60,253)
Tax expense	(142,935)	-	-	-	-	-	(142,935)
Segment profit/(loss)	322,798	(183,116)	(245,259)	1,607,266	(879,815)	(879,815)	621,874
Assets:-							
Addition to non-current assets Note (b)	994,727	-	2,972	1,450	-	-	999,149
Unallocated assets	-	-	-	-	-	-	22,401,176
Segment assets	5,637,564	3,290,846	1,682,048	8,514,122	-	-	19,124,580
Liabilities:-							
Unallocated liabilities	-	-	-	-	-	-	2,631,873
Segment liabilities	356,844	90,711	392,863	505,523	-	-	1,345,941

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

25. SEGMENTAL INFORMATION – GROUP (CONT'D)

(i) Business segments (cont'd)

Notes:-

(a) Other non-cash income/(expense) consist of the following items:-

	2021 RM	2020 RM
Allowance for obsolete inventories	(22,364)	(100,530)
Allowance for obsolete inventories no longer required	60,725	47,828
Allowance for expected credit losses on receivables	-	(4,097)
Bad debts written off	(5,439,429)	-
Property, plant and equipment written off	(8)	(450)
Reversal of allowance for expected credit loss on receivables	15,597	38,500
(Loss)/Gain on disposal of property, plant and equipment	(2,750)	796
Unrealised loss on foreign exchange	(27,177)	(42,300)
Gain on disposal of associate	512,920	-
	(4,902,486)	(60,253)

(b) Additions to non-current assets consist of:-

	2021 RM	2020 RM
Property, plant and equipment	1,719,507	999,149

(ii) Geographical segments

Revenues and non-current assets information based on the geographical location of customers and assets respectively are as follows:-

	Malaysia RM	Cambodia RM	Laos RM	Consolidated RM
2021				
Revenue from external customers by location of customers	11,255,411	-	569,739	11,825,150
Non-current assets	10,462,118	-	1,080,205	11,542,323
Capital expenditure by location of assets	1,715,854	-	3,653	1,719,507

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

25. SEGMENTAL INFORMATION – GROUP (CONT'D)

(ii) Geographical segments (cont'd)

Revenues and non-current assets information based on the geographical location of customers and assets respectively are as follows (cont'd):-

	Malaysia RM	Cambodia RM	Laos RM	Consolidated RM
2020				
Revenue from external customers by location of customers	7,522,468	-	959,238	8,481,706
Non-current assets	9,789,473	4	1,211,647	11,001,124
Capital expenditure by location of assets	996,177	-	2,972	999,149

(iii) Information about a major customer

Revenue from one (2020: one) major customer amounted to RM5,560,288 (2020: RM2,789,860) arising from the sales by the manufacturing segment.

26. CATEGORIES OF FINANCIAL INSTRUMENTS

The table below provides an analysis of financial instruments categorised as financial assets and financial liabilities measured at amortised cost (“AC”) as follows:-

Group	Carrying amount RM	AC RM
2021		
Financial assets		
Receivables and deposits	3,310,593	3,310,593
Cash and cash equivalents	22,649,581	22,649,581
	<hr/>	<hr/>
	25,960,174	25,960,174
	<hr/>	<hr/>
Financial liabilities		
Payables and accruals	1,787,773	1,787,767
Borrowings	2,277,671	2,277,671
	<hr/>	<hr/>
	4,065,444	4,065,438
	<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

26. CATEGORIES OF FINANCIAL INSTRUMENTS (CONT'D)

The table below provides an analysis of financial instruments categorised as financial assets and financial liabilities measured at amortised cost ("AC") as follows (cont'd):-

Group (cont'd)	Carrying amount RM	AC RM
2020		
Financial assets		
Receivables and deposits	2,179,606	2,179,606
Amount due from associates	2,828,027	2,828,027
Cash and cash equivalents	24,221,065	24,221,065
	29,228,698	29,228,698
Financial liabilities		
Payables and accruals	1,341,139	1,341,139
Borrowings	2,631,873	2,631,873
	3,973,012	3,973,012
Company		
2021		
Financial assets		
Receivables and deposits	3,093,791	3,093,791
Cash and cash equivalents	21,599,769	21,599,769
	24,693,560	24,693,560
Financial liabilities		
Payables and accruals	8,537,937	8,537,937
Borrowings	2,228,574	2,228,574
	10,766,511	10,766,511
2020		
Financial assets		
Receivables and deposits	2,369,305	2,369,305
Cash and cash equivalents	22,536,840	22,536,840
	24,906,145	24,906,145
Financial liabilities		
Payables and accruals	8,539,795	8,539,795
Borrowings	2,515,666	2,515,666
	11,055,461	11,055,461

NOTES TO THE FINANCIAL STATEMENTS

(CONT'D)

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial risk

The Group and the Company are exposed to financial risks arising from their operations and the use of financial instruments. Financial risk management policy is established to ensure that adequate resources are available for the development of the Group's and the Company's business whilst managing its credit risk, liquidity risk, foreign currency risk and interest rate risk. The Group and the Company operate within clearly defined policies and procedures that are approved by the Board of Directors to ensure the effectiveness of the risk management process.

The main areas of financial risks faced by the Group and the Company and the policy in respect of the major areas of treasury activity are set out as follows:-

(a) Credit risk

Credit risk is the risk of a financial loss to the Group and the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations.

The Group's and the Company's exposure to credit risk arises primarily from receivables. It is the Group's and the Company's policy to enter into financial instrument with a diversity of creditworthy counterparties. The Group and the Company do not expect to incur material credit losses of its financial assets or other financial instruments.

The Group's and the Company's objective is to seek continual revenue growth while minimising losses incurred due to increased credit risk exposure. The Group and the Company provide services only to recognised and creditworthy third parties. It is the Group's and the Company's policy that all customers who wish to trade on credit terms is subject to credit verifications procedures.

The areas where the Group and the Company are exposed to credit risk are as follows:-

(i) Receivables

The Group's and the Company's exposure to credit risk are influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk associated with the industry and country in which customers operate.

The risk management committee has established a credit policy under which each new customer is analysed individually for creditworthiness before the Group's and the Company's standard payment and delivery terms and conditions are offered. The Group's and the Company's review includes external rating, if they are available, financial statements, credit agency information, industry information and in some cases bank references. Sale limits are established for each customer and reviewed quarterly. Any sales exceeding those limits require approval from the risk management committee.

An impairment analysis is performed at each reporting date using a provision matrix to measure expected credit losses. The provision rates are based on days past due for groupings of various customer segments with similar loss patterns (i.e., by geographical region, product type, customer type and rating, and coverage by letters of credit or other forms of credit insurance). The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Financial risk (cont'd)

The main areas of financial risks faced by the Group and the Company and the policy in respect of the major areas of treasury activity are set out as follows (cont'd):-

(a) Credit risk (cont'd)

The areas where the Group and the Company are exposed to credit risk are as follows (cont'd):-

(i) Receivables (cont'd)

Set out below is the information about the credit risk exposure on the Group's and the Company's trade receivables using a provision matrix:-

The ageing analysis of trade receivables of the Group is as follows:-

	Gross carrying amount RM	Loss allowance RM	Net balance RM
2021			
Current	2,296,438	-	2,296,438
1 – 30 days	169,737	-	169,737
31 – 60 days	21,013	-	21,013
61 - 90 days	15,058	-	15,058
More than 90 days	19,122	(9,706)	9,416
	2,521,368	(9,706)	2,511,662
2020			
Current	1,238,353	-	1,238,353
1 - 30 days	226,508	-	226,508
31 - 60 days	56,671	-	56,671
61 - 90 days	5,354	-	5,354
More than 90 days	80,258	(21,597)	58,661
	1,607,144	(21,597)	1,585,547

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Financial risk (cont'd)

The main areas of financial risks faced by the Group and the Company and the policy in respect of the major areas of treasury activity are set out as follows (cont'd):-

(a) Credit risk (cont'd)

The areas where the Group and the Company are exposed to credit risk are as follows (cont'd):-

(ii) Corporate guarantees

The maximum exposure to credit risk representing the outstanding banking facilities of the subsidiaries as at the end of the reporting period.

The Company provides financial guarantees to bank in respect of banking facilities granted to a subsidiary, Wire Master Spring Sdn. Bhd.. The Company monitors on an ongoing basis the results of the subsidiary and repayments made by the subsidiary. As at the end of the reporting period, there was no indication that the subsidiary would default on repayment.

The provision of corporate guarantee to financial institution is in consideration of financial facility to the subsidiaries only at the additional credit enhancement. As such the value of the credit enhancement provided by the corporate guarantee is minimal.

(iii) Intercompany balances

The maximum exposure to credit risk is represented by their carrying amounts in the statements of financial position.

The Company provides unsecured advances to subsidiaries and associates and monitors their results regularly.

As at the end of the reporting period, there was no indication that the advances to the subsidiaries and associates are not recoverable.

(iv) Other receivables

The maximum exposure to credit risk is represented by their carrying amounts in the statements of financial position.

(b) Liquidity risk

Liquidity risk is the risk that the Group and the Company will not be able to meet their financial obligations as they fall due.

In managing its exposures to liquidity risk arises principally from its various payables, loans and borrowings, the Group and the Company maintain a level of cash and cash equivalents and bank facilities deemed adequate by the management to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they fall due.

The Group and the Company aim at maintaining a balance of sufficient cash and deposits and flexibility in funding by keeping diverse sources of committed and uncommitted credit facilities from various banks.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Financial risk (cont'd)

The main areas of financial risks faced by the Group and the Company and the policy in respect of the major areas of treasury activity are set out as follows (cont'd):-

(b) Liquidity risk (cont'd)

The areas where the Group and the Company are exposed to liquidity risk are as follows:-

	Total carrying amount RM	Contractual cash flows RM	Within 1 year RM	1 to 2 years RM	2 to 5 years RM	More than 5 years RM
Group						
2021						
<u>Unsecured:-</u> Payables and accruals	1,787,773	1,787,773	1,787,773	-	-	-
<u>Secured:-</u> Borrowings	2,277,671	2,634,743	430,449	377,964	1,133,892	692,438
	4,065,444	4,422,516	2,218,222	377,964	1,133,892	692,438
2020						
<u>Unsecured:-</u> Payables and accruals	1,341,139	1,341,139	1,341,139	-	-	-
<u>Secured:-</u> Borrowings	2,631,873	3,102,043	456,720	423,886	1,133,892	1,087,545
	3,973,012	4,443,182	1,797,859	423,886	1,133,892	1,087,545
Company						
2021						
<u>Unsecured:-</u> Payables and accruals	8,537,937	8,537,937	8,537,937	-	-	-
<u>Secured:-</u> Borrowings	2,228,574	2,582,258	377,964	377,964	1,133,892	692,438
	10,766,511	11,120,195	8,915,901	377,964	1,133,892	692,438

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Financial risk (cont'd)

The main areas of financial risks faced by the Group and the Company and the policy in respect of the major areas of treasury activity are set out as follows (cont'd):-

(b) Liquidity risk (cont'd)

The areas where the Group and the Company are exposed to liquidity risk are as follows (cont'd):-

	Total carrying amount RM	Contractual cash flows RM	Within 1 year RM	1 to 2 years RM	2 to 5 years RM	More than 5 years RM
Company (cont'd) 2020						
<u>Unsecured:-</u>						
Payables and accruals	8,539,795	8,539,795	8,539,795	-	-	-
<u>Secured:-</u>						
Borrowings	2,515,666	2,977,365	377,964	377,964	1,133,892	1,087,545
	<u>11,055,461</u>	<u>11,517,160</u>	<u>8,917,759</u>	<u>377,964</u>	<u>1,133,892</u>	<u>1,087,545</u>

(c) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

To mitigate the Group's and the Company's exposure to foreign currency risk, the Group and the Company are exposed to foreign currency risk on sales and purchases that are denominated in a currency other than the respective functional currencies of the Group. The currency giving rise to this risk is primarily US Dollar ("USD"), Chinese Renminbi ("RMB") and Singapore Dollar ("SGD").

The Group's and the Company's exposure to foreign currency risk, based on carrying amounts as at the end of the reporting period were:-

	Denominated in		
	USD RM	SGD RM	RMB RM
Group 2021			
Cash and cash equivalents	396,486	-	-
Trade and other receivables	268,449	-	136,831
Trade and other payables	(1,119,598)	(11,780)	(219,419)
	<u>(454,663)</u>	<u>(11,780)</u>	<u>(82,588)</u>
2020			
Cash and cash equivalents	840,246	-	-
Trade and other receivables	375,757	-	105,321
Trade and other payables	(1,036,294)	(3,730)	(182)
	<u>179,709</u>	<u>(3,730)</u>	<u>105,139</u>

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Financial risk (cont'd)

The main areas of financial risks faced by the Group and the Company and the policy in respect of the major areas of treasury activity are set out as follows (cont'd):-

(c) Foreign currency risk (cont'd)

The Group's and the Company's exposure to foreign currency risk, based on carrying amounts as at the end of the reporting period were (cont'd):-

Company	Denominated in		
	USD RM	SGD RM	RMB RM
2021			
Amount due from a subsidiary	16,504,020	-	-
2020			
Amount due from a subsidiary	16,908,342	-	-

The following table demonstrates the sensitivity of the Group's profit for the financial year to a reasonably possible change in the USD, RMB and SGD exchange rates against the respective functional currencies of the Group entities, with all other variables held constant.

Group	— (Decrease)/Increase —	
	Profit for the year RM	Equity RM
2021		
USD/RM		
- Strengthened 0.32%	(1,455)	(1,455)
- Weakened 0.32%	1,455	1,455
RMB/RM		
- Strengthened 0.33%	(273)	(273)
- Weakened 0.33%	273	273
SGD/RM		
- Strengthened 0.16%	(19)	(19)
- Weakened 0.16%	19	19
2020		
USD/RM		
- Strengthened 0.47%	849	849
- Weakened 0.47%	(849)	(849)
RMB/RM		
- Strengthened 0.02%	22	22
- Weakened 0.02%	(22)	(22)
SGD/RM		
- Strengthened 0.03%	(1)	(1)
- Weakened 0.03%	1	1

Exposures to foreign exchange rates vary during the financial year depending on the volume of overseas transactions. Nonetheless, the analysis above is considered to be representative of the Group's exposures to foreign currency risk.

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Financial risk (cont'd)

The main areas of financial risks faced by the Group and the Company and the policy in respect of the major areas of treasury activity are set out as follows (cont'd):-

(d) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of the Group's financial instruments will fluctuate because of changes in market interest rates.

The Group's interest rate management objective is to manage the interest expenses consistent with maintaining an acceptable level of exposure to interest rate fluctuation. In order to achieve this objective, the Group's targets a mix of fixed and floating debt based on assessment of its existing exposure and desired interest rate profile.

The interest rate profile of the Group's significant interest bearing financial instruments based on the carrying amounts as at the end of the reporting period were as follows:-

Group	Group	Company
2021	RM	RM
Fixed rate instruments		
<u>Financial assets</u>		
Short-term deposits with licensed banks and financial institutions	21,450,830	21,450,830
<hr/>		
Fixed rate instruments		
<u>Financial liability</u>		
Borrowings - Lease liabilities	49,097	-
<hr/>		
Floating rate instrument		
<u>Financial liability</u>		
Borrowings - Term loans	2,228,574	2,228,574
<hr/>		
2020		
Fixed rate instruments		
<u>Financial assets</u>		
Short-term deposits with licensed banks and financial institutions	22,222,176	22,222,176
<hr/>		
Fixed rate instruments		
<u>Financial liability</u>		
Borrowings - Lease liabilities	116,207	-
<hr/>		
Floating rate instrument		
<u>Financial liability</u>		
Borrowings - Term loans	2,515,666	2,515,666
<hr/>		

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Financial risk (cont'd)

The main areas of financial risks faced by the Group and the Company and the policy in respect of the major areas of treasury activity are set out as follows (cont'd):-

(d) Interest rate risk

The Group does not account for any fixed rate financial assets and liabilities through profit or loss, and the Group does not designate derivatives as hedging instruments under a fair value hedge accounting model. Therefore, a change in interest rate at the reporting date would not affect profit or loss.

The following table illustrates the sensitivity of profit and equity to a reasonable possible change in interest rates of +/- 50 basis point ("bp"). These changes considered to be reasonably possible based on observation of current market conditions. The calculations are based on a change in the average market interest rate for each period and the financial instruments held at each reporting date that are sensitive to changes in interest rates. All other variables are held constant.

	Group and Company			
	Profit for the year		Equity	
	RM	RM	RM	RM
	+50 bp	-50 bp	+50 bp	-50 bp
2021	11,143	(11,143)	11,143	(11,143)
2020	12,578	(12,578)	12,578	(12,578)

(e) Fair value of financial instruments

The table below analyses financial instruments carried at fair value for which fair value is disclosed together with their carrying amounts shown in the statements of financial position.

	Fair value of financial instrument not carried at fair value Level 2* RM	Carrying amount RM
2021		
Group Borrowings	2,634,743	2,277,671
Company Borrowings	2,582,258	2,228,574
2020		
Group Borrowings	3,102,043	2,631,873

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Financial risk (cont'd)

The main areas of financial risks faced by the Group and the Company and the policy in respect of the major areas of treasury activity are set out as follows (cont'd):-

(e) Fair value of financial instruments (cont'd)

The table below analyses financial instruments carried at fair value for which fair value is disclosed together with their carrying amounts shown in the statements of financial position (cont'd).

2020 (cont'd)	Fair value of financial instrument not carried at fair value Level 2* RM	Carrying amount RM
Company		
Borrowings	2,977,365	2,515,666

* The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer.

Policy on transfer between levels

The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer.

Level 2 Fair Value

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.

Reconciliation of liabilities arising from financing activities

Group	1 April 2020 RM	Cash flows RM	Others RM	31 March 2021 RM
Repayment of lease liabilities	116,207	(67,110)	-	49,097
Repayment of term loans	2,515,666	(287,092)	-	2,228,574
Interest paid	-	*(98,084)	98,084	-
Total	2,631,873	(452,286)	98,084	2,277,671
Company				
Interest paid	-	*(90,871)	90,871	-
Repayment of term loans	2,515,666	(287,092)	-	2,228,574
Total	2,515,666	(377,963)	90,871	2,228,574

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Reconciliation of liabilities arising from financing activities (cont'd)

Group	1 April 2019 RM	Cash flows RM	Others RM	31 March 2020 RM
Repayment of lease liabilities	207,181	(90,974)	-	116,207
Repayment of term loans	2,756,164	(240,498)	-	2,515,666
Interest paid	-	*(150,383)	150,383	-
Total	2,963,345	(481,855)	150,383	2,631,873
Company				
Interest paid	-	*(139,763)	139,763	-
Repayment of term loans	2,756,164	(240,498)	-	2,515,666
Total	2,756,164	(380,261)	139,763	2,515,666

* Being the interest expense on the term loan and lease liabilities for the current financial year.

28. CAPITAL MANAGEMENT

The primary objective of the Group's and of the Company's capital management is to ensure that it maintains a strong credit rating and financially prudent capital ratios in order to support its current business as well as future expansion so as to maximise shareholder value.

The Group and the Company manage this capital structure and make adjustments to it, in light of changes in economic conditions including the interest rate movements. To maintain and adjust the capital structure, the Group and the Company may adjust dividend payment to shareholders, return capital to shareholders or issue new shares.

29. SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

- (i) On 11 March 2020, the World Health Organisation declared the Coronavirus ("COVID-19") outbreak as a pandemic in recognition of its rapid spread across the globe. On 16 March 2020, the Government of Malaysia has imposed the Movement Control Order ("MCO") starting from 18 March 2020 to curb the spread of the COVID-19 outbreak in Malaysia. The COVID-19 outbreak also resulted in travel restriction, lockdown and other precautionary measures imposed in various countries.

The Government of Malaysia has again imposed the Movement Control Order ("MCO") and Conditional Movement Control Order ("CMCO") for selected states which are severely affected by the COVID-19 on 11 January 2021. Besides, the Malaysia King declared state of emergency for the country until 1 August 2021 to curb the spread of COVID-19 on 12 January 2021.

The emergence of the COVID-19 outbreak since early 2020 has brought significant economic uncertainties in Malaysia and markets in which the Group operated.

NOTES TO THE FINANCIAL STATEMENTS

(CONT'D)

29. SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR (CONT'D)

- (i) The Group was significantly impacted by the COVID-19 as the Group was not allowed to operate its gaming and hotel operations during the COVID-19 pandemic. Due to COVID-19 situation is still uncertain, the Group has implemented the standard operating procedures in compliance with the requirements of the local government to avoid the spreading of COVID-19 cases. Besides the operational issues, the financial performance of the Group has been impacted by the disruption of its operations during the period of COVID-19 pandemic and the increase in the number of COVID-19 cases globally.
- (ii) On 31 March 2021, Probusiness Investments Limited, a subsidiary of the Company entered into a Share Sale Agreement for the disposal of all its 720,000 ordinary shares or 40% equity interests in Goldshore Capital Limited to a third party for a total cash consideration of USD1.

30. EVENT AFTER THE REPORTING PERIOD

On 11 May 2021, MCO 3.0 is reinstated from 12 May 2021 to 7 June 2021. On 28 May 2021, the Government of Malaysia has imposed nationwide “total lockdown” on all social and economic sectors in Malaysia from 1 June 2021 to 14 June 2021. This has resulted in travel restriction, lockdown and other precautionary measures imposed by relevant local authorities.

As at the date of authorisation of the financial statements, the COVID-19 pandemic situation is still evolving and uncertain. The Group is closely monitoring the evolving situation of the COVID-19 pandemic and its related financial effects., if any, on the financial statements of the Group will be reflected in the annual financial statements for the financial year ending 31 March 2022. The Group will continue to actively monitor and manage its funds and operations to minimise any impact arising from the COVID-19 pandemic.

STATEMENT BY DIRECTORS

Pursuant to Section 251(2) of the Companies Act 2016

In the opinion of the Directors, the financial statements set out on pages 46 to 112 are drawn up in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 31 March 2021 and of their financial performance and cash flows for the financial year then ended.

Signed on behalf of the Board of Directors in accordance with a resolution of the Board of Directors.

.....
TAN SRI DATO' CHENG JOO TEIK

.....
DATO' LIM KIM HUAT

Kuala Lumpur

16 July 2021

STATUTORY DECLARATION

Pursuant to Section 251(1)(b) of the Companies Act 2016

I, **Tan Sri Dato' Cheng Joo Teik**, being the Director primarily responsible for the financial management of Widetech (Malaysia) Berhad, do solemnly and sincerely declare that the financial statements set out on pages 46 to 112 are, to the best of my knowledge and belief, correct and I make this solemn declaration conscientiously believing the same to be true, and by virtue of the Statutory Declarations Act 1960.

Subscribed and solemnly declared by the abovenamed at Kuala Lumpur in the Federal Territory this day of 16 July 2021.

.....
TAN SRI DATO' CHENG JOO TEIK

Before me:

INDEPENDENT AUDITORS' REPORT

to the Members of Widetech (Malaysia) Berhad

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Widetech (Malaysia) Berhad, which comprise the statements of financial position as at 31 March 2021 of the Group and of the Company, and the statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 46 to 112.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as of 31 March 2021, and of their financial performance and cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

Basis for Opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and Other Ethical Responsibilities

We are independent of the Company in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the Group and of the Company for the current financial year. These matters were addressed in the context of our audit of the financial statements of the Group and of the Company as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Group

Impairment loss on trade receivables

The risk

The Group has trade receivables amounting to RM215,224 as disclosed in Note 27(a)(i) to the Financial Statements whereby the amounts are past due but not impaired. The key associate risk is the recoverability of billed trade receivables as management judgement is required in assessing the adequacy of impairment losses by considering the expected recoverability of the outstanding trade receivables.

Our responses

We have challenged management's assumptions in providing impairment losses on trade receivables. Our procedures include reviewing the ageing of trade receivables, testing the integrity of the ageing and assessed the recoverability of outstanding receivables through examination of subsequent receipts. We have also tested the operating effectiveness of the relevant control procedures that management has in place.

INDEPENDENT AUDITORS' REPORT (Cont'd)

to the Members of Widetech (Malaysia) Berhad

Report on the Audit of the Financial Statements (cont'd)

Key Audit Matters (cont'd)

Group (cont'd)

Valuation of inventories

The risk

The inventories balance amounting to RM2,274,159 as disclosed in Note 9 to the Financial Statements. Inventories are measured at the lower of cost and net realisable value ("NRV"). The Group estimates the NRV of inventories based on an assessment of expected sales prices. Changes in these assumptions could result in a material change in the carrying value of inventories and the financial performance of the Group.

Our responses

We have reviewed to ensure that the valuation of inventories is in accordance with MFRS 102, Inventories and ascertained those inventories are stated at the lower of cost and NRV. Management's assessment of NRV of the inventories were reviewed. We have reviewed the ageing of inventories and tested the subsequent sales. We have also considered the adequacy of the Group's disclosures in respect of inventories valuation.

We have also attended physical inventory counts in warehouse within the scope of our audit. We have performed our own sample counts and checked that the accounting records reflected these physical counts.

Revenue recognition

The risk

The Group's revenue recognition has been identified as a risk primarily due to significant volume of transactions and there is risk that revenue may be overstated because of fraud resulting from pressure that management may feel to achieve performance targets at the reporting period.

Our responses

We evaluated and tested the internal controls over the completeness, accuracy and timing of revenue recognised in the financial statements. We also verified based on a sampling basis, the completeness of revenue captured by vouching to the customer's purchase order, sales invoices, delivery order and bank and/or cash receipt. We understood and challenged the appropriateness of revenue recognition policies.

Company

We have determined that there are no key audit matters to be communicated in our report in relation to our audit of the financial statements of the Company.

Information Other than the Financial Statements and Auditors' Report Thereon

The Directors of the Company are responsible for the other information. The other information comprise the information included in the annual report, but does not include the financial statements of the Group and of the Company and our auditors' report thereon.

Our opinion on the financial statements of the Group and of the Company does not cover the other information and we do not express any form of assurance conclusion thereon.

INDEPENDENT AUDITORS' REPORT (Cont'd)

to the Members of Widetech (Malaysia) Berhad

Report on the Audit of the Financial Statements (cont'd)

Information Other than the Financial Statements and Auditors' Report Thereon (cont'd)

In connection with our audit of the financial statements of the Group and of the Company, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Group and of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Statements

The Directors of the Company are responsible for the preparation of financial statements of the Group and of the Company that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia. The Directors are also responsible for such internal control as the Directors determine is necessary to enable the preparation of financial statements of the Group and of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Group and of the Company, the Directors are responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group or the Company or to cease operations, or have no realistic alternative but to do so.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Group and of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:-

- Identify and assess the risks of material misstatement of the financial statements of the Group and of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.

INDEPENDENT AUDITORS' REPORT (Cont'd)

to the Members of Widetech (Malaysia) Berhad

Report on the Audit of the Financial Statements (cont'd)

Auditors' Responsibilities for the Audit of the Financial Statements (cont'd)

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also (cont'd):-

- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's or the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Group and of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group or the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of the Group and of the Company, including the disclosures, and whether the financial statements of the Group and of the Company represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements of the Group. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Directors, we determine those matters that were of most significance in the audit of the financial statements of the Group and of the Company for the current financial year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

INDEPENDENT AUDITORS' REPORT (Cont'd)

to the Members of Widetech (Malaysia) Berhad

Report on the Audit of the Financial Statements (cont'd)

Other Matter

This report is made solely to the members of the Company, as a body, in accordance with Section 266 of the Companies Act 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

GRANT THORNTON MALAYSIA PLT
(201906003682 & LLP0022494-LCA)
CHARTERED ACCOUNTANTS (AF 0737)

LIAN TIAN KWEE
(NO: 02943/05/2023 J)
CHARTERED ACCOUNTANT

Kuala Lumpur
16 July 2021

LIST OF PROPERTIES

AS AT 31 MARCH 2021

Location	Tenure	Land area / Gross Floor Area	Description, Approx. Age of Building & Year of Acquisition	Net Book Value as at 31 March 2021 (RM'000)
A. REGISTERED OWNER : WIDETECH (MALAYSIA) BERHAD				
K-09-01 to K-09-02 Block K, No. 2 Jalan Solaris Solaris Mont' Kiara Kuala Lumpur Wilayah Persekutuan	Freehold	K-09-01 : 963.02 square metres K-09-02 : 787.6 square metres	Office Units 12 years 2008/2009	4,917
B. REGISTERED OWNER : WIRE MASTER SPRING SDN BHD				
Plot 51 (A) Phase 1 Bukit Minyak Industrial Park Mukim 13 District of Province Wellesley Central Penang	Leasehold - 60 years expiring 2055	2.00 acres	2 storey factory 22 years 2004	3,238

ANALYSIS OF SHAREHOLDINGS

AS AT 30 JUNE 2021

Total Number of Issued Shares	44,753,400
Class of Shares	Ordinary shares
Voting Rights	One vote per ordinary share
Number of Shareholders	744

ANALYSIS BY SHAREHOLDINGS

Size of Shareholdings	No. of Shareholders	No. of Shares held	%
Less than 100 shares	59	2,023	0.01
100 to 1,000 shares	311	233,821	0.52
1,001 to 10,000 shares	281	991,520	2.22
10,001 to 100,000 shares	58	1,626,700	3.63
100,001 to less than 5% of issued shares	31	17,712,860	39.58
5% of issued shares and above	4	24,186,476	54.04
Total	744	44,753,400	100.00

SUBSTANTIAL SHAREHOLDERS AS AT 30 JUNE 2021

Name	Direct	No. of Shares Held		%
		%	Indirect	
Gain Millen Sdn. Bhd.	11,979,424	26.77	-	-
Distinct Rich Sdn. Bhd.	8,030,652	17.94	-	-
Wong Thean Soon	4,976,400	11.12	9,354,252*	20.90
Tan Sri Dato' Cheng Joo Teik	200,000	0.45	14,446,924 [^]	32.28
Dato' Douglas Cheng Heng Lee	2,467,500	5.51	-	-
Asia Internet Holdings Sdn Bhd	1,323,600	2.96	8,030,652 [#]	17.94

DIRECTORS' SHAREHOLDINGS AS AT 30 JUNE 2021

No.	Name	Direct	No. of Shares Held		%
			%	Indirect	
1.	Dato' Lim Kim Huat	271,749	0.61	-	-
2.	Tan Sri Dato' Cheng Joo Teik	200,000	0.45	14,446,924 [^]	32.28
3.	Choo Weng Wah	200,000	0.45	-	-
4.	Datuk Dr Ng Bee Ken	-	-	-	-
5.	Cheng Keng Sam	-	-	-	-
6.	Lim Sze Yean	-	-	-	-
7.	Dato' Lim Sin Khong	-	-	-	-
8.	Kong Sin Seng	-	-	-	-

Notes:

* Deemed interest through Asia Internet Holdings Sdn Bhd, which is holding company of Distinct Rich Sdn Bhd.

Deemed interest through Distinct Rich Sdn Bhd.

[^] Deemed interest through Gain Millen Sdn Bhd and his son, Dato' Douglas Cheng Heng Lee, pursuant to Section 59(11)(c) of the Companies Act, 2016.

ANALYSIS OF SHAREHOLDINGS

as at 30 June 2021 (Cont'd)

THIRTY LARGEST SHAREHOLDERS AS AT 30 JUNE 2021

No.	Names	No. of Shares	%
1	GAIN MILLEN SDN BHD	11,979,424	26.77
2	DISTINCT RICH SDN BHD	5,019,768	11.22
3	AMSEC NOMINEES (TEMPATAN) SDN BHD - PLEDGED SECURITIES ACCOUNT FOR WONG THEAN SOON	4,176,400	9.33
4	DISTINCT RICH SDN BHD	3,010,884	6.73
5	CHUA SENG YONG	1,838,900	4.11
6	SURIN UPATKOON	1,654,064	3.70
7	RHB NOMINEES (TEMPATAN) SDN BHD- PLEDGED SECURITIES ACCOUNT FOR ASIA INTERNET HOLDINGS SDN BHD	1,323,600	2.96
8	CIMB GROUP NOMINEES (ASING) SDN. BHD. - SNOWSHILL SECURITIES LIMITED	1,282,800	2.87
9	CIMSEC NOMINEES (TEMPATAN) SDN BHD - CIMB FOR DOUGLAS CHENG HENG LEE (PB)	1,000,000	2.23
10	AIT SHARES SDN BHD	973,600	2.18
11	ALLIANCEGROUP NOMINEES (TEMPATAN) SDN BHD - PLEDGED SECURITIES ACCOUNT FOR DOUGLAS CHENG HENG LEE	907,600	2.03
12	CHIEW KOK BOO	801,000	1.79
13	CIMSEC NOMINEES (TEMPATAN) SDN BHD - CIMB FOR WONG THEAN SOON (PB)	800,000	1.79
14	HO KOK MENG	738,909	1.65
15	CHIN SEOK YIN	723,500	1.62
16	CGS-CIMB NOMINEES (TEMPATAN) SDN BHD - ON YAT SECURITIES (MALAYSIA) SDN. BHD.	710,000	1.59
17	LIM SUH HUA @ LIM YAK HUA	611,588	1.37
18	ALLIANCEGROUP NOMINEES (TEMPATAN) SDN BHD - PLEDGED SECURITIES ACCOUNT FOR DOUGLAS CHENG HENG LEE	556,900	1.24
19	MAYBANK SECURITIES NOMINEES (ASING) SDN BHD - MAYBANK KIM ENG SECURITIES PTE LTD FOR WORLDPLUS VENTURE CORPORATION	419,300	0.94
20	LIM KOK HAN	300,000	0.67
21	JASON CHING CHOU-YI	298,100	0.67
22	KENNETH TAN KENG HAN	279,000	0.62
23	LIM KIM HUAT	271,749	0.61
24	CITIGROUP NOMINEES (ASING) SDN BHD - EXEMPT AN FOR BANK OF SINGAPORE LIMITED (FOREIGN)	267,100	0.60
25	KENANGA NOMINEES (TEMPATAN) SDN BHD - PLEDGED SECURITIES ACCOUNT FOR MUHAMMAD BADRI BIN MUKHTAR	230,400	0.51
26	CHU SUI KIONG	220,500	0.49
27	TAN BOON LEE	209,300	0.47
28	AIX SHARES SDN BHD	205,600	0.46
29	CIMSEC NOMINEES (TEMPATAN) SDN BHD - CIMB FOR CHENG JOO TEIK (PB)	200,000	0.45
30	ALLIANCEGROUP NOMINEES (TEMPATAN) SDN BHD - PLEDGED SECURITIES ACCOUNT FOR CHOO WENG WAH	170,000	0.38

WIDETECH (MALAYSIA) BERHAD

[Registration No.: 198401001418 (113939-U)]

(Incorporated in Malaysia)

PROXY FORM

(Before completing this form please refer to the notes below)

No. of ordinary shares held

I/We I/C No./Co. No./CDS A/C No.
(Full name in block letters)

of
(Full address)

being a member/ members of WIDETECH (MALAYSIA) BERHAD hereby appoint the following person(s):-

Name of Proxy(ies)	NRIC No./ Passport No.	Phone Number	Email	Address	% of shares to be represented by proxy
Proxy 1					
Proxy 2					

or failing him/her, the Chairman of the Meeting as my/our proxy to vote for me/us on my/our behalf at the Thirty-Seventh Annual General Meeting (“AGM”) of the Company will be conducted on a fully virtual basis via remote participation and voting through meeting platform of Vote2u at <https://web.vote2u.my> on Friday, 27 August 2021 at 11.30 am. My /our proxy/proxies is/are to vote as indicated below: -

ORDINARY RESOLUTIONS:-	FIRST PROXY		SECOND PROXY	
	For	Against	For	Against
1) Payment of Directors' allowances and benefits up to RM75,000 from this AGM until the Thirty-Eighth AGM.				
2) Re-election of Datuk Dr Ng Bee Ken as Director				
3) Re-election of Dato' Douglas Cheng Heng Lee as Director				
4) Re-election of Mr Choo Weng Wah as Director				
5) Re-election of Mr Lim Sze Yean as Director				
6) Re-appointment of Messrs Grant Thornton Malaysia PLT as Auditors of the Company and to authorise the Directors to fix their remuneration				
7) Retention of Datuk Dr Ng Bee Ken as Independent Non-Executive Director				
8) Authority to Directors to issue shares pursuant to Section 75 and 76 of the Companies Act 2016				
SPECIAL RESOLUTION:				
1) Proposed Change of the Company's Name				

(Please indicate with a “√” or “X” in the space provided how you wish your vote(s) to be cast. If no instruction as to voting is given, the proxy will vote or abstain from voting at his/her discretion.) All votings will be conducted by way of poll.

Dated this _____ day of _____ .

Signature/Common Seal

NOTES:

- For the purpose of determining a member who shall be entitled to attend, speak and vote at the Thirty-Seventh Annual General Meeting, the Company shall be requesting the Record of Depositors as at 23 August 2021. Only a depositor whose name appears on the Record of Depositors as at 23 August 2021 shall be entitled to attend the said meeting or appoint proxies to attend, speak and vote on his/her behalf.
- A proxy may but need not be a member of the Company. A member may appoint up to two (2) proxies to attend and vote at the same meeting. Where a member appoints two (2) proxies, the appointment of two (2) proxies shall be invalid unless the proportion of the shareholding to be represented by each proxy is specified.
- Where a member is an authorised nominee as defined under the Central Depositories Act 1991, it may appoint at least one (1) proxy but not more than two (2) proxies in respect of each securities account it holds with ordinary shares of the Company standing to the credit of the said securities account.
- Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account (“omnibus account”), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds.
- The instrument appointing a proxy, in the case of an individual, shall be signed by the appointer or by his attorney duly authorised in writing, and in the case of a corporation, shall be executed under its Common Seal or under the hand of an officer or attorney of the corporation duly authorised.
- The Form of Proxy shall be deposited at the Company's office at K-09-01, Block K, No. 2, Jalan Solaris, Solaris Mont' Kiara, 50480 Kuala Lumpur not less than forty-eight (48) hours before the time set for holding the meeting or any adjournment thereof. For further information on the electronic submission of proxy form, kindly refer to the Administrative Guide.
- By submitting the duly executed proxy form, a member and his/her proxy consent to the Company (and/or its agents/ service providers) collecting, using and disclosing the personal data therein in accordance with the Personal Data Protection Act 2010 for this meeting and any adjournment thereof.
- The members are advised to refer to the Administrative Guide on the registration and voting process for the Thirty-Seventh AGM.

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WIDETECH (MALAYSIA) BERHAD
[Registration No.: 198401001418 (113939-U)]
K-09-01, Block K, No. 2 Jalan Solaris
Solaris Mont' Kiara
50480 Kuala Lumpur

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