

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021**
(The figures have not been audited)

	Individual Quarter		Changes Increase/ (decrease) RM'000	Cumulative Quarter		Changes Increase/ (decrease) RM'000
	Unaudited Current Year Quarter 30.09.2021 RM'000	Unaudited Preceding Year Corresponding Quarter 30.09.2020 RM'000		Unaudited Current Year To Date 30.09.2021 RM'000	Unaudited Preceding Year 30.09.2020 RM'000	
Revenue	8,186	6,738	1,448	42,940	21,036	21,904
Cost of sales	(6,456)	(6,737)	281	(36,477)	(20,595)	(15,882)
Gross profit	1,730	1	1,729	6,463	441	6,022
Operating expenses	(1,096)	(9)	(1,087)	(2,782)	(1,054)	(1,728)
Other operating income	89	51	38	871	218	653
Profit/(loss) from operations	723	43	680	4,552	(395)	4,947
Finance cost	-	-	-	-	-	-
Profit/(loss) before tax	723	43	680	4,552	(395)	4,947
Taxation	(210)	-	(210)	(820)	-	(820)
Profit/(loss) from continued operations	513	43	470	3,732	(395)	4,127
Net profit from discontinued operations	-	-	-	-	371	(371)
(Loss)/gain on disposal of a subsidiary (net of tax)	-	(1,159)	1,159	-	1,243	(1,243)
Net profit/(loss) for the period	513	(1,116)	1,629	3,732	1,219	2,513
Other comprehensive income, Net of Tax	-	9,798	(9,798)	-	9,798	(9,798)
Total comprehensive income for the period	513	8,682	(8,169)	3,732	11,017	(7,285)
Number of Ordinary shares issued ('000s)	115,550	72,504		115,550	72,504	
Profit/(loss) per share (sen)						
- Basic	0.46	(1.54)		3.78	1.68	
- Diluted #	0.44	(1.54)		3.48	1.68	

Note :

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021**
(The figures have not been audited)



	Unaudited As at End Of Current Quarter 30.09.2021 RM'000	Audited As at Preceding Financial Year End 31.12.2020 RM'000
Non-current assets		
Property, plant and equipment	13,279	13,391
Current assets		
Inventories	1,904	1,049
Contract assets	888	1,456
Trade receivable	23,657	15,580
Other receivable, deposits & prepayments	7,657	1,316
Tax recoverable	-	4
Cash and bank balances	4,408	4,438
	<u>38,514</u>	<u>23,843</u>
Total Assets	<u>51,793</u>	<u>37,234</u>
EQUITY		
Share capital	19,933	11,284
Reserves	19,114	15,366
Total equity	<u>39,047</u>	<u>26,650</u>
LIABILITIES		
Non-current liabilities		
Deferred tax liability	1,815	1,815
Lease liabilities	1,241	1,294
Borrowings	133	76
	<u>3,189</u>	<u>3,185</u>
Current liabilities		
Trade payables	6,157	4,947
Other payables and accruals	2,135	2,113
Lease liabilities	348	295
Borrowings	112	44
Provision of taxation	805	-
	<u>8,752</u>	<u>7,399</u>
	<u>9,557</u>	<u>7,399</u>
Total Liabilities	<u>12,746</u>	<u>10,584</u>
Total Equity And Liabilities	<u>51,793</u>	<u>37,234</u>
Number of ordinary shares ('000)	115,550	85,800
Net Tangible Assets per share attributable to Owner of the Company (RM)	<u>0.34</u>	<u>0.31</u>

Note :

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021**
(The figures have not been audited)



	Non-Distributable			Distributable	Total RM'000
	Share Capital RM'000	Employee Share Option Reserve RM'000	Revaluation Reserve RM'000	Retained Earnings RM'000	
Balance as at 31 December 2019 (audited)	8,116	-	15,730	52	23,898
Private placement	3,168	-	-	-	3,168
Disposal of a subsidiary	-	-	(9,798)	9,798	-
Total comprehensive loss for the year	-	-	-	(417)	(417)
Realisation of revaluation surplus upon depreciation	-	-	(188)	188	-
Balance as at 31 December 2020(audited)	11,284	-	5,744	9,621	26,649
Total comprehensive profit for the year	-	-	-	3,732	3,732
Private placement	4,531	-	-	-	4,531
Issuance of shares upon exercise of employees' share option	3,323	-	-	-	3,323
Recognition of share option expenses	-	812	-	-	812
Transfer to share capital for employees' share option	795	(795)	-	-	-
Balance as at 30 September 2021	19,933	17	5,744	13,353	39,047

Note :

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statement.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021
(The figures have not been audited)

	Current Year To Date 30.09.2021 RM'000	Cumulative Preceding Year End 31.12.2020 RM'000
Cash Flows used in Operating Activities		
Profit before tax	4,551	372
Adjustments: Non-cash items	261	(632)
Operating profit/(loss) before working capital changes	4,812	(260)
Changes in working capital:-	<u>(13,934)</u>	<u>(9,913)</u>
Cash (used in) operations	(9,122)	(10,173)
Interest paid	-	(63)
Interest received	75	115
Taxation paid	(11)	-
Net cash (used in) operating activities	<u>(9,058)</u>	<u>(10,121)</u>
Cash Flows (used in) / generate from Investing Activities		
Net cash (used in) / generate from investing activities	<u>(224)</u>	<u>9,841</u>
Cash Flows generate from Financing Activities		
Net cash generate from financing activities	<u>9,252</u>	<u>2,610</u>
Net (decrease) / increase in cash and cash equivalents	(30)	2,330
Cash and bank balances as at 1 January	4,438	2,108
Cash and cash equivalents as at end of period	<u>4,408</u>	<u>4,438</u>
<u>Reconciliation :</u>		
Cash and bank balances	4,408	4,438
Fixed deposit with licensed bank	-	-
Cash and cash equivalents as at end of period	<u>4,408</u>	<u>4,438</u>

The unaudited Condensed Consolidated Statement Of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

Notes to the interim financial report for the financial quarter ended 30 September 2021

A.

Compliance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Listing Requirements**A1. Changes in accounting policies**

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim financial reporting and Chapter 9 Part K of the Listing Requirement of Malaysia Securities Berhad.

The interim unaudited financial statement should be read in conjunction with the audited financial statement for the year ended 31 December 2020 and the attached explanatory notes. The explanatory notes provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2020.

The Group and the Company have adopted the new MFRS and amendments to MFRSs issued by the Malaysian Accounting Standards Board ("MASB") that are mandatory since current financial year as below:

Amendments to MFRS 16	Covid-19-Related Rent Concessions	01-Jun-20
Amendments to MFRS 9, MFRS 7, MFRS 4, and MFRS 16	Interest Rate Benchmark Reform – Phase 2	01-Jan-21

The Group and the company have not applied the following new MFRSs and amendments to MFRSs that have been issued by MASB but are not yet effective for the Group and the Company:

Amendments to MFRS 3	Reference to the Conceptual Framework	01-Jan-22
Amendments to MFRS 116	Property, Plant and Equipment-Proceeds before Intended Use	01-Jan-22
Amendments to MFRS 137	Onerous Contracts-Cost of Fulfilling a Contract	01-Jan-22
Amendments to MFRSs contained in the MFRS 17	Insurance Contracts	01-Jan-23
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current	01-Jan-23
Amendments to MFRS 4	Insurance Contracts (Extension of the Temporary Exemption from Applying MFRS 9)	01-Jan-23
Amendments to MFRS 17	Insurance Contracts	01-Jan-23
Amendments to MFRS 101	Classification of Liabilities as Current or Non-Current	01-Jan-23
Amendments to MFRS 108	Definition of accounting policies	01-Jan-23
Amendments to MFRS 10 and MFRS 128	Sales or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice

The Group and the Company intend to adopt the above MFRSs when they become effective.

A2. Qualification of Preceding Annual Financial Statements

The auditors report for the audited financial statements of the Company and its subsidiaries of the preceding financial year ended 31 December 2020 was not subject to any qualification.

A3. Seasonal or Cyclical Factors

The Group's operations were not materially affected by any major seasonal or cyclical factors .

A4. Nature, Size or Incidence of Unusual Items

There were no unusual items affecting the Group's assets, liabilities, equity, net income or cash flows because of their nature, size or incidence during the current quarter under review and the financial period to date.

A5. Material Changes in Estimates

There were no material changes in estimates that have had a material effects in the results of the current quarter and financial period under review.

A6. Issuance or Repayment of Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities during the financial period under review and up to the date of this report.

A7. Dividend Paid / Declared

No dividend has been declared or paid by the Company during the current financial quarter under review.

The Directors do not recommend the payment of any dividend in respect of the current financial period under review.

A. Compliance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Listing Requirements (cont'd)

A8. Segmental Information

Segment information is provided based on four (4) major segments as follows:-

- a) Construction
- b) Furniture manufacturing & trading
- c) Rental of building with comprehensive services
- d) Investment holding

Business segments in revenue and results of the Group for the current quarter ended 30 September 2021 were as follows:-

Quarter ended 30 September 2021 (Unaudited)

Business Segments	Construction	Furniture Manufacturing & trading	Rental of Building with Comprehensive Services	Investment Holding	Adjustments/ Eliminations	Consolidated financial statement
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External Sales						
-local	7,640	87	216	30	-	7,973
-overseas	-	213	-	-	-	213
Inter-segment	-	-	-	96	(96)	-
Total Revenue	7,640	300	216	126	(96)	8,186

Results :

Continuing operations

Segment results	394	231	57	41	-	723
Finance cost						-
Profit before tax						723
Taxation						(210)
Net profit from continuing operations						513
Net profit for the period						513

Quarter ended 30 September 2020 (Unaudited)

Business Segments	Construction	Furniture Manufacturing & trading	Rental of Building with Comprehensive Services	Investment Holding	Adjustments/ Eliminations	Consolidated financial statement
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External Sales						
-local	3,562	-	270	33	-	3,865
-overseas	-	2,873	-	-	-	2,873
Inter-segment	-	-	-	36	(36)	-
Total Revenue	3,562	2,873	270	69	(36)	6,738

Results :

Continuing operations

Segment results	81	(48)	116	(106)	-	43
Finance cost						-
Profit before tax						43
Taxation						-
Net profit from continuing operations						43

Discontinued operations

(Loss) from assets held for sale

						(1,159)
Net (loss) for the period						(1,116)

A. Compliance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Listing Requirements (cont'd)

A9. Valuations of Property, Plant and Equipment

There were no changes in the valuation of property, plant and equipment since the latest audited financial statements for the financial year ended 31 December 2020.

A10. Subsequent Events

There were no other material events during the current quarter ended 30 September 2021 and up to the date of this report, which is likely to substantially affect the results of the operations of the Company; except as follows:

- a) On 12 April 2021, the Company issued 17,160,00 new ordinary shares at an issue price of RM0.264 each for a total consideration of RM4,530,240 by way of private placement.
- b) On 12 April 2021, Company offered 12,870,000 options to eligible directors and employees to subscribe shares at the exercise price of RM0.264 per share under its Employees' Share Option Scheme ("ESOS").
- c) Subsequently, the Company increased its issued and paid up capital through the issuance of new ordinary shares pursuant to the exercise of ESOS options as follows :-

Listing Date	No. of SNC shares issued	Issue price (RM)	Total (RM)
7 May 2021	198,000	0.264	52,272
27 July 2021	78,000	0.264	20,592
28 July 2021	7,524,000	0.264	1,986,336
02 August 2021	2,200,500	0.264	580,932
30 August 2021	2,589,000	0.264	683,496
14 October 2021	280,500	0.264	74,052
Total	12,870,000		3,397,680

A11. Changes in Composition of the Group

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

A12. Changes in Contingent Liabilities and Contingent Assets

There were no changes in contingent liabilities or contingent assets, since the last financial year ended 31 December 2020.

A13. Capital Commitments

	30.09.2021
	RM'000
Commitments for acquisition of land - approved and contracted for	5,241

B. Compliance with Bursa Malaysia Main Market Listing Requirements (Part A of Appendix 9B)**B1. Review of Performance (Comparison with Last Year Corresponding Quarter's Results)**

	Current Year Quarter 30.09.2021 RM'000	Preceding Year Corresponding Quarter 30.09.2020 RM'000	Increase/ (Decrease) RM'000
REVENUE			
Construction	7,640	3,562	4,078
Furniture manufacturing and trading	300	2,873	(2,573)
Rental of building with comprehensive services	216	270	(54)
Investment holding	30	33	(3)
Total Revenue	8,186	6,738	1,448
Cost of Sales	(6,456)	(6,737)	281
Gross profit	1,730	1	1,729
PROFIT BEFORE TAX ("PBT")			
Construction	394	81	313
Furniture manufacturing and trading	231	(48)	279
Rental of building with comprehensive services	57	116	(59)
Investment holding	41	(106)	147
Total	723	43	680

For the current quarter under review, the Group's revenue increased by RM1.45 million (21.49%) to RM8.19 million compared to preceding year corresponding quarter of RM6.74 million. The Group achieved a higher core profit of RM1.17 million (after recognizing additional share option expenses of RM0.45 million) compared to Q3 2020's core profit of RM0.04 million.

The higher core profits were mainly contributed by construction segment which more than doubled its revenue during the quarter. Furniture manufacturing and trading segment also improved due to margin improvements from product mix changes and price adjustments, supported by turnaround of investment holding segment.

B2. Review of Performance (Comparison with Immediate Preceding Quarter's Results)

	Current Year Quarter 30.09.2021 RM'000	Immediate Preceding Quarter 30.06.2021 RM'000	Increased/ (Decreased) RM'000
REVENUE			
Construction	7,640	8,373	(733)
Furniture manufacturing and trading	300	3,910	(3,610)
Rental of building with comprehensive services	216	243	(27)
Investment holding	30	-	30
Total Revenue	8,186	12,526	(4,340)
Cost of Sales	(6,456)	(10,120)	3,664
Gross profit	1,730	2,406	(676)
PROFIT BEFORE TAX ("PBT")			
Construction	394	711	(317)
Furniture manufacturing and trading	231	633	(402)
Rental of building with comprehensive services	57	187	(130)
Investment holding	41	(29)	70
Total	723	1,502	(779)

For the current quarter, the Group recorded lower revenue of RM8.19 million compared to immediate preceding quarter's RM12.53 million as the Group's operations were closed to comply with MCO 3.0 lockdown with effect from 1 June 2021. Most of the Group's businesses only resumed operations towards the end of the quarter as movement restrictions were gradually uplifted. Accordingly, the Group's profit was lower at RM0.72 mil compared to Q2 2021's RM1.50 million.

B3. Commentary on Prospects

The Group shall continue to shift its business pivot to construction segment to diversify its income stream. This was enhanced by the acceptance of seven (7) Letter of Award for construction works of projects, with aggregate contract value of RM34.52 million, announced on 14 July 2021. Accordingly, the Group had commenced works in several sites.

The Group's transformation of its furniture manufacturing model from previous OEM build-to-order to design-build-sell model, is on-going with some challenges faced such as commodity price increase and supply chain disruptions. Nevertheless, the Group is working closely with customers and suppliers for win-win situation.

Barring future lockdowns that require further rental support, the Group's rental income is expected to return to normal in following quarter.

On the Group's joint venture to establish a forest plantation on 5,434 hectares (equivalent to 13,445 acres) of land in Sokor Taku, Kelantan, it has begun preliminary works to obtain the necessary approvals.

B. Compliance with Bursa Malaysia Main Market Listing Requirements (Part A of Appendix 9B) (cont'd)**B3. Commentary on Prospects (cont'd)**

Meanwhile, the Group had on 23.08.2021 entered into Joint Venture Agreements ("JVA") with Prof. Datuk Dr. Raduan Che Rose (the Landowner) for the development and completion of a residential development comprising of one piece of land measuring approximately 5.626 acres held under GMM 1583, Lot 139 in Mukim of Durian Tunggal, Daerah Alor Gajah, State of Melaka (the "land"). Following this JVA, the Group shall explore possibilities of working with landowner of surrounding lands with the aim of establishing a mini township in the area with estimated gross development value of RM50 million.

B4. Profit Forecast or Profit Guarantee

Not applicable as the Group did not publish any profit forecast or profit guarantee.

B5. Notes to Consolidated Statement of Comprehensive Income

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.09.2021 RM'000	30.09.2020 RM'000	30.09.2021 RM'000	30.09.2020 RM'000
Profit/(loss) for the period is arrived at after crediting:				
Gain on foreign exchange	(17)	(38)	(17)	-
Gain on disposal of property, plant and equipment	-	(1)	-	-
Interest income	(52)	(38)	(73)	(83)
and after charging :				
Auditors' remuneration	15	29	50	2
Depreciation	116	111	336	-
Loss on disposal of property, plant and equipment	-	-	-	345
Impairment of obsolete inventories	-	-	-	574
Provision for doubtful debts	-	-	-	70

B6. Taxation

	Current Year	Preceding Year
	Quarter 30.09.2021 RM'000	Corresponding Quarter 30.09.2020 RM'000
Malaysian income tax		
- current year provision	186	-
- under/(over) provision in prior year(s)	24	-
Deferred tax	-	-
Tax for the financial period	210	-

B7. Status of Corporate Proposals**Employees Shares Option Scheme ("ESOS")**

On 12 April 2021, the Board also announced it has offered options for subscription of 12,870,000 shares at the exercise price of RM0.264 per share to its eligible directors and employees under it ESOS, followed by a subsequent announcement on 13 April 2021 listing out number of option offered to directors of the Group.

The entire ESOS exercise for subscription of 12,870,000 shares was completed on 14 October 2021.

Share Split & Bonus Issue of Warrants

On 7 September 2021, Inter-Pacific Securities announced on behalf of the Board that the Company proposed to undertake the Proposed Share Split involving the subdivision of every 1 existing ordinary shares in the Company into 2 Shares ("Proposed Share Split") and Proposed Bonus Issue of up to 115,830,000 Free Warrants in the Company on the basis of 1 warrant for every 2 ordinary shares ("Proposed Bonus Issue of Warrants") to be held on a date to be determined and announced later by the Board. The shareholders of the Company had approved the Proposed Share Split and Proposed Bonus Issue of Warrants at an Extraordinary General Meeting ("EGM") of the Company held on 25 October 2021.

On 27 October 2021, it was announced that the Company's existing total number of shares comprising 115,830,000 shares will be subdivided into 231,660,000 subdivided shares in relation to the share split on 11 November 2021 ("Share Split Entitlement Date"). The Subdivided share were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad ("Bursa Securities") on 12 November 2021, being the next market day following the Share Split Entitlement Date.

On 22 November 2021, Inter-Pacific Securities Sdn Bhd announced on behalf of the Board that the Company has resolved to fix the exercise price of the Bonus Issue of Warrants at RM0.475 per Warrant ("Exercise Price"), representing a discount of 19.90% to 5-day VWAP of SNC Shares (up to and including 22 November 2021, being the last trading day before the price-fixing date) of RM0.593. The Warrants are exercisable at any time for a tenure of 3 years from the date of issuance. Accordingly, the Deed Poll pursuant to the Bonus Issue of Warrants was executed on the same day. On 23 November 2021, it was announced that the Company's Bonus Issue of Warrants shall be made to entitled shareholders of the Company on 7 December 2021 ("Bonus Warrants Entitlement Date").

B. Compliance with Bursa Malaysia Main Market Listing Requirements (Part A of Appendix 9B) (cont'd)**B8. Utilisation of Proceeds**

a) On 27 September 2019, the Company had announced to Bursa Securities to undertake, amongst others, the following:

(i) a disposal of its entire equity interest in Len Cheong Furniture Sdn Bhd, its wholly-owned subsidiary to DPS Realty Sdn Bhd for a total cash consideration of RM10,000,000 which was approved by Bursa Securities on 21 January 2020 and the shareholders of the Company via an extraordinary general meeting on 11 March 2020 ("Disposal"). The Disposal was completed on 1 April 2020.

(ii) a private placement exercise for the issuance and allotment of new SNC Shares up to 20% of the total number of issued SNC Shares in the Company, which was approved by Bursa Securities on 21 January 2020 and the shareholders of the Company via an extraordinary general meeting on 11 March 2020 ("2020 Placement"). The 2020 Placement was completed on 3 July 2020; and

(iii) a special issue of up to 6,600,000 new SNC Shares, representing up to 10% of the total number of issued SNC Shares to Dato' Sri (Dr) Sow Chin Chuan, which was approved by Bursa Securities on 21 January 2020 and the shareholders of the Company via an extraordinary general meeting on 11 March 2020 ("Special Issue"). The Special Issue was completed on 7 July 2020.

The total proceeds raised from the Disposal, 2020 Placement and Special Issue were as follows:

Description	Listing date	No. of SNC Shares issued	Issue price (RM)	Gross proceeds (RM)
Disposal				10,000,000
Settlement of net inter-company debts				2,416,000
2020 Placement	03-Jul-20	13,200,000	0.16	2,112,000
Special Issue	07-Jul-20	6,600,000	0.16	1,056,000
Total				15,584,000

The proceeds raised had since been utilised for the following purposes:

Description	Original allocation (RM)	Amount utilised (RM)	Balance proceeds (RM)
Payment of trade & other creditors	8,000,000	8,000,000	-
Purchase of raw materials	3,179,000	3,179,000	-
Repair and maintenance of office & factory	800,000	800,000	-
Management, employees and marketing expenses	105,000	105,000	-
Development & construction of a parcel of freehold land	3,000,000*	1,103,276	1,896,724
Estimated expenses in relation the proposals	500,000	335,491	164,509
Total	15,584,000	13,522,767	2,061,233

* To be utilised within 24 months

b) On 12 March 2021, the Company had announced to Bursa Securities to undertake a private placement exercise for the issuance and allotment of new SNC Shares up to 20% of the total number of issued SNC Shares in the Company, which was approved by shareholders of the Company via an annual general meeting on 18 August 2020 and subsequently by Bursa Securities on 29 March 2021 ("2021 Placement"). The 2021 Placement was completed on 22 Apr 2021.

The total proceeds raised from the 2021 Placement were as follows:

Description	Listing date	No. of SNC Shares issued	Issue price (RM)	Gross proceeds (RM)
2021 Placement	22-Apr-21	17,160,000	0.264	4,530,240
Total				4,530,240

The proceeds raised had since been utilised for the following purposes:

Description	Original allocation (RM)	Amount utilised (RM)	Balance proceeds (RM)
Payment to trade payables			
i) Sub-contractors for the Group's construction segment	3,214,973	3,214,973	-
ii) Suppliers of raw materials for the Group's furniture manufacturing and trading segment	1,250,267	238,165	1,012,102
Estimated expenses in relation to the proposals	65,000	30,840	34,160
Total	4,530,240	3,483,978	1,046,262

B9. Material Litigation**Sand Nisko Capital Berhad vs Loh Siow Chan @ Loo Su Cheong ("LSC").**

On 18 July 2017, the Company received a notice from LSC to claim alleged debt amounting to RM4,652,951.22 ("Alleged Debt") by way of guarantee to Len Cheong Furniture Sdn Bhd ("LCF").

Pursuant to this claim, the shareholders of SNC have approved on 18 August 2020 a resolution authorizing the Company:-

In light of the development of the abovementioned matter, the Company has appointed a firm of solicitors to take relevant and necessary actions to protect the best interest of the company, and will announce further developments in due course. Nevertheless, there is no active legal proceedings against the Company as at the date of this report.

Save for the above, the Group is not engaged in any material litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the company or its subsidiaries and the Board is not aware of any proceedings pending or threatened or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiaries as at the date of this report.

B. Compliance with Bursa Malaysia Main Market Listing Requirements (Part A of Appendix 9B) (cont'd)**B10. Proposed Dividend**

No dividend has been declared or paid during the current quarter and financial period under review.

B11. Earnings per Share**a) Basic**

Basic earnings per ordinary share is calculated by dividing the net profit for the financial period attributable to ordinary equity holders of the company by the weighted average number of ordinary shares in issue during the financial period.

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2021 RM'000	Corresponding Quarter 30.09.2020 RM'000	Current Year To Date 30.09.2021 RM'000	Corresponding Quarter 30.09.2020 RM'000
Net profit for the period attributable to ordinary equity holders (RM '000)	513	(1,116)	3,732	1,219
Weighted average number of ordinary shares in issue ('000)	110,785	72,504	98,660	72,504
Basic earnings/(loss) per ordinary share (sen)	0.46	(1.54)	3.78	1.68

b) Diluted

Diluted earnings per ordinary share is calculated by dividing the net profit for the financial period attributable to ordinary equity holders of the company by the weighted average number of ordinary shares that would have been in issue assuming full exercise of Employees' Share Options Scheme ("ESOS") Options, adjusted for the number of such ordinary shares that would have been issued at fair value.

	3 months ended		Period ended	
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
Net profit for the period attributable to ordinary equity holders (RM '000)	513	(1,116)	3,732	1,219
Weighted average number of ordinary shares in issue ('000)	110,785	72,504	98,660	72,504
Effect of dilution of share options ('000)*	5,045	-	8,621	-
Weighted average number of ordinary shares in issue (Diluted) ('000)	115,830	72,504	107,281	72,504
Diluted earnings/(loss) per ordinary share (sen)	0.44	(1.54)	3.48	1.68

* Computation of effect of dilution of share options was in relation to the Company's Employees Shares Option Scheme ("ESOS") offer made on 12 April 2021. The entire ESOS offer was taken up by 14 October 2021.

B12. Authority For Issue

The interim financial report were authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 24 November 2021.

By order of the Board,

Emily Sow Mei Chet
Group Managing Director
Date : 24 November 2021