



Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income
For the 2nd Quarter Ended 30 September 2021

	Note	Current Quarter		Year To-date	
		<u>30-9-21</u> 3-months	30-9-20 3-months	<u>30-9-21</u> 6-months	30-9-20 6-months
		RM'000	RM'000	RM'000	RM'000
Revenue	9	4,640	5,676	8,637	8,919
Cost of sales		(3,395)	(4,338)	(6,293)	(6,718)
Gross profit		1,245	1,338	2,344	2,201
Other income		177	147	349	350
Other operating expenses		(1,463)	(1,662)	(2,838)	(3,083)
Administrative expenses		(118)	(130)	(240)	(226)
Finance costs		-	-	-	-
Profit / (Loss) before tax	10	(159)	(307)	(385)	(758)
Tax expense	20	-	-	-	0
Profit / (Loss) for the period		(159)	(307)	(385)	(758)
Other comprehensive income, net of tax		-	-	-	-
Profit / (Loss) and other comprehensive profit / (loss) for the period		(159)	(307)	(385)	(758)
Profit / (Loss) and other comprehensive profit / (loss) for the period attributable to :					
Owners of the Company		(159)	(307)	(385)	(758)
Basic Profit / (Loss) per share attributable to owners of the Company (sen)	25	(0.04)	(0.07)	(0.09)	(0.17)

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 March 2021 and the accompanying explanatory notes.



Condensed Consolidated Statements of Financial Position

		Unaudited	Audited
		As at	As at
		<u>30-9-21</u>	<u>31-3-21</u>
	Note	RM'000	RM'000
ASSETS			
<u>Non-current assets</u>			
Property, plant and equipment	11	15,318	15,466
Investment properties		4,232	4,262
Intangible asset		245	275
Right-of-use assets		464	20
<u>Current assets</u>			
Inventories		6,073	5,796
Trade receivables		5,099	5,804
Non-trade receivables, deposits and prepayments		2,557	1,866
Tax recoverable		585	545
Deposits with licensed financial institutions		23,211	26,575
Cash and bank balances		8,396	5,812
		45,921	46,398
TOTAL ASSETS		66,180	66,421
EQUITY AND LIABILITIES			
Share Capital	7	44,955	44,955
Retained earnings		19,264	19,649
Attributable to Equity holders of the parent		64,219	64,604
Non-controlling Interest		-	-
TOTAL EQUITY		64,219	64,604
<u>Current liabilities</u>			
Trade payables		289	612
Non-trade payables and accruals		1,203	1,183
Lease liabilities		469	22
		1,961	1,817
TOTAL LIABILITIES		1,961	1,817
TOTAL EQUITY AND LIABILITIES		66,180	66,421
Net assets per share (RM)		<u>0.14</u>	<u>0.14</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 March 2021 and the accompanying explanatory notes.



Condensed Consolidated Statements of Changes in Equity
For the 2nd Quarter Ended 30 September 2021

	Attributable to Owners of the Company			Non-Controlling Interest	Total Equity
	Share Capital	Distributable Retained Earnings	Total		
	RM'000	RM'000	RM'000		
At 1 April 2020	44,955	20,263	65,218	-	65,218
Loss and other comprehensive loss for the period	-	(758)	(758)	-	(758)
At 30 September 2020	44,955	19,505	64,460	-	64,460
At 1 April 2021	44,955	19,649	64,604	-	64,604
Loss and other comprehensive loss for the period	-	(385)	(385)	-	(385)
At 30 September 2021	44,955	19,264	64,219	-	64,219

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 March 2021 and the accompanying explanatory notes.



Condensed Consolidated Statements of Cash Flows

	6-months 30-9-21 RM'000	6-months <u>30-9-20</u> RM'000
Cash flows from operating activities		
Profit / (Loss) before tax	(385)	(758)
Adjustments for:-		
Depreciation of property, plant and equipment	356	291
Depreciation of investment property	30	30
Amortisation of intangible asset	30	30
Depreciation of right-of use assets	126	132
Property, plant and equipment written down	9	19
(Gain)/Loss on disposal of property, plant and equipment	-	1
Unrealised foreign exchange (gain) / loss	(9)	7
Interest expense on lease liabilities	6	4
Interest income	(247)	(236)
Operating profit / (loss) before changes in working capital	(84)	(480)
Inventories	(277)	2,178
Receivables	14	6,063
Payables	(303)	(986)
Cash generated from operations	(650)	6,775
Tax paid	(113)	(127)
Tax refund	73	17
Net cash generated from operating activities	(690)	6,665
Cash flows from investing activities		
Purchase of property, plant and equipment	(211)	(245)
Proceeds from disposal of property, plant and equipment	4	1
Withdrawal / (Placement) of fixed deposits (> 3 months)	2,093	(1,053)
Interest received	247	236
Net cash used in investing activities	2,133	(1,061)
Cash flows from financing activities		
Repayment of lease liabilities	(126)	(132)
Interest on lease liabilities	(6)	(4)
Net cash used in financing activities	(132)	(136)
Net increase/(decrease) in cash and cash equivalents	1,311	5,468
Cash and cash equivalents as at 1 April	14,920	13,889
Cash and cash equivalents as at end of period	16,231	19,357
Cash and cash equivalents comprise the following amounts:		
Deposits with licensed banks (< 3 months)	7,835	11,641
Cash and bank balances	8,396	7,716
	16,231	19,357

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements for the year ended 31 March 2021 and the accompanying explanatory notes)



Part A - Explanatory Notes Pursuant to MFRS 134

1 Basis of Preparation

The unaudited interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards, MFRS 134 : Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 March 2021. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2021.

2 Significant Accounting Policies

The significant accounting policies and basis of measurement are consistent with those of the audited financial statements for the year ended 31 March 2021, except for the adoption of the following Amendments to MFRSes during the current financial period:

(A) Standards issued and effective

On 1 April 2020, the Group and the Company have also adopted the following accounting standards, amendments and interpretations which are mandatory for annual financial periods beginning on or after 1 January 2020:

i) Effective for annual periods beginning on or after 1 January 2020

- Amendments to MFRS 3, Business Combinations: Definition of Business
- Amendments to MFRS 9, Financial Instruments, MFRS 139, Financial Instruments: Recognition and Measurement and MFRS 7, Financial Instruments: Disclosures: Interest Rate Benchmark Reform
- Amendments to MFRS 101, Presentation of Financial Statements and MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Material
- Amendments from other Standards:
 - Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards
 - Amendments to MFRS 3, *Business Combinations*
 - Amendments to MFRS 5, Non-current Assets Held for Sale and Discontinued Operations
 - Amendments to MFRS 7, Financial Instruments: Disclosures
 - Amendments to MFRS 9, Financial Instruments
 - Amendments to MFRS 15, Revenue from Contracts with Customers
 - Amendments to MFRS 101, Presentation of Financial Statements
 - Amendments to MFRS 107, Statement of Cash Flows
 - Amendments to MFRS 110, Events after the Reporting Period
 - Amendments to MFRS 116, Property, Plant and Equipment
 - Amendments to MFRS 119, Employee Benefits
 - Amendments to MFRS 128, Investments in Associates and Joint Ventures
 - Amendments to MFRS 132, Financial instruments: Presentation
 - Amendments to MFRS 134, Interim Financial Reporting
 - Amendments to MFRS 136, Impairment of Assets
 - Amendments to MFRS 137, Provision, Contingent Liabilities and Contingent Assets
 - Amendments to MFRS 138, Intangible Assets
 - Amendments to MFRS 140, Investment Property

Adoption of above amended MFRS did not have any material impact to the financial performances or positions of the Group and of the Company.

(B) Standards issued and not yet effective

The Group and the Company have not adopted the following standards and interpretations that have been issued but not yet effective:

i) Effective for annual periods beginning on or after 1 June 2020

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



2 Significant Accounting Policies (continued)

(B) Standards issued and not yet effective (continued)

The Group and the Company have not adopted the following standards and interpretations that have been issued but not yet effective: (continued)

ii) Effective for annual periods beginning on or after 1 January 2021

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

iii) Effective for annual periods beginning on or after 1 April 2021

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

iv) Effective for annual periods beginning on or after 1 January 2022

- Amendments to References to the Conceptual Framework in MFRS Standards:-
- Amendments to MFRS 116, Property, Plant and Equipment: Property, Plant and Equipment – Proceeds before Intended Use
- Amendments to MFRS 137, Provisions, Contingent Liabilities and Contingent Assets: Onerous Contracts – Cost of Fulfilling a Contract
- Annual improvements to MFRSs 2018 - 2020 cycle
- Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards Amendments to MFRS 14 Regulatory Deferral Accounts
- Amendments to MFRS 9, Financial Instruments
- Amendments to MFRS 141, Agriculture

v) Effective for annual periods beginning on or after 1 January 2023

- Amendments to MFRS 101, Presentation of Financial Statements: Classifications 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

vi) Deferred

- Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128 Investment in Associate and Joint Ventures: Sales or Contribution of Assets Between an Investor and its Associate or Joint Venture

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

3 Auditors' Report

The auditors' report on the financial statements for the year ended 31 March 2021 was not subject to any qualification.

4 Seasonality or Cyclical Factors

There were no material factors of a seasonal or cyclical nature which affected the operations of the Group during the current financial quarter and financial year-to-date.

5 Unusual Items

There were no items in the current quarter affecting assets, liabilities, equity, net income, or cash flows of the Group that are unusual because of their nature, size or incidence.

6 Changes in Estimates

There were no other changes in estimates of amounts reported previously, that would have had a material effect on the figures reported in the current financial year-to-date.

7 Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review and financial year-to-date.



8 Dividend Payment

There was no dividend payment made in the current quarter.

9 Segment Information

Segment Revenue

Investment holding
Distribution and trading
Logistics related services
Others
Total including inter-segment sales
Elimination of inter-segment sales
Total

<u>30-9-21</u> 3-months	<u>30-9-20</u> 3-months	<u>30-9-21</u> 6-months	<u>30-9-20</u> 6-months
RM'000	RM'000	RM'000	RM'000
-	-	-	-
3,673	4,990	6,703	7,347
787	506	1,574	1,212
255	262	502	505
4,715	5,758	8,779	9,064
(75)	(82)	(142)	(145)
4,640	5,676	8,637	8,919
<u>Segment Results - Profit / (Loss) before tax</u>			
(23)	(24)	(25)	(28)
(119)	(14)	(398)	(483)
19	(268)	126	(280)
(122)	(232)	(260)	(284)
(245)	(538)	(557)	(1,075)
86	231	172	317
(159)	(307)	(385)	(758)

10 Profit / (Loss) before tax

There are no items applicable pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad other than the following :

(Income) / Expenses

Interest income
Foreign exchange (gain) / loss
Depreciation and amortisation
Property, Plant and Equipment written down
(Gain) / Loss on disposal of Property, Plant and Equipment

<u>30-9-21</u> 3-months	<u>30-9-20</u> 3-months	<u>30-9-21</u> 6-months	<u>30-9-20</u> 6-months
RM'000	RM'000	RM'000	RM'000
(127)	(89)	(247)	(236)
1	2	(8)	1
209	177	417	351
-	19	9	19
-	1	-	1

11 Valuation of Assets

There has been no revaluation of property, plant and equipment as the Group does not adopt a revaluation policy on the said assets.

12 Subsequent Events

There were no material events subsequent to the end of the financial period that have not been reflected in the financial statements for the reporting quarter.

13 Changes in Group Composition

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

14 Capital Commitments

There were no material capital commitments not provided for as at the end of the reporting quarter.

15 Contingent Liabilities and Assets

Corporate Guarantee given to a licensed financial institution in respect of facilities utilised by a subsidiary company as at the end of the current financial quarter amounted to RM2.5 million.



16 Review of Performance

Quarter 2, FYE 2022 vs Quarter 2, FYE 2021

For the current quarter under review, the Group reported revenue of RM4.64 million and gross profit of RM1.24 million, representing a decline of 18.3% or RM1.04 million from the revenue of RM5.68 million reported in the preceding year's corresponding quarter.

Distribution and trading

This segment reported revenue of RM3.67 million and gross profit of RM0.86 million, representing a decline of 26.4% and 27.7% respectively compared to revenue of RM4.99 million and gross profit of RM1.19 million reported in the second financial quarter last year. For the current quarter, Hand Tools Division reported revenue of RM1.93 million which was marginally lower by 3.7% compared to RM2.0 million reported in the preceding year's corresponding quarter. With the implementation of the Full Movement Control Order (FMCO) and Enhanced Movement Control Order (EMCO) throughout this quarter, the Power Tools Division reported 65.8% lower revenue to RM0.24 million; Bathroom Products Division reported 50.4% lower revenue to RM0.64 million compared to revenue of RM1.30 million in the second financial quarter last year; and Electric Motors Division reported 13.5% lower revenue to RM0.86 million from revenue of RM1.0 million reported in the preceding year's corresponding quarter.

As a result of lower revenues, this segment reported higher loss before tax of RM119,000 compared to loss before tax of RM14,000 reported in the preceding year's corresponding quarter.

Logistics related services

This segment reported 55.5% higher revenue to RM0.79 million and gross profit of RM205,000 for the current quarter compared to revenue of RM0.51 million and gross loss of RM24,000 reported in the preceding year's corresponding quarter. Higher revenue was due to an improvement in the occupancy rate of the new warehouse premise. Lower rental expenses of the new warehouse has further contributed positively to gross profit position with a profit before tax of RM19,000 for the current quarter compared to loss before tax of RM268,000 in the preceding year's corresponding quarter.

Year-to-date 30 September 2021 vs Year-to-date 30 September 2020 (6 months)

For the six months ended 30 September 2021, the Group reported total revenue of RM8.64 million and gross profit of RM2.34 million. Total revenue declined marginally by 3.2% or RM0.3 million from RM8.92 million reported in the previous year financial period.

Nevertheless, loss before tax was reduced by 49.2% to RM0.39 million from RM0.76 million loss before tax reported in the previous year financial period.

Distribution and trading

This segment reported total revenue of RM6.70 million and gross profit of RM1.55 million for the 6 months period, representing a decline by 8.8% and 13.8% respectively compared to the revenue of RM7.35 million and gross profit of RM1.8 million reported in the first 6 months of the previous financial year. Power Tools Division reported a revenue of RM0.81 million, a 16.5% decline, Hand Tools Division reported a revenue of RM2.84 million, a marginal decline from RM2.91 million, and the Electric Motors Division reported revenue of RM1.57 million which represented 3.0% decline. The declines were mainly due to loss of sales revenue during the various MCO implemented and inter-state travel restrictions due to the Covid-19 pandemic. Bathroom Products Division reported revenue of RM1.49 million representing a 19.7% decline, due to suspension of construction activities and delivery schedule interruption due to the MCO restrictions.

For the current year financial period, this segment reported 17.6% lower loss before tax of RM398,000 from the RM483,000 loss before tax reported for the same financial period last year mainly due to lower operating costs.

Logistics related services

Total revenue increased by 29.9% to RM1.57 million compared to RM1.21 million reported for the first 6 months of the previous financial year mainly due to higher occupancy rate in the new warehouse premise at Shah Alam.

The segment reported profit before tax of RM126,000 for the current 6 months period as compared to loss before tax of RM280,000 in the first 6 months of the previous financial year, due to improved sales in the current location, and the one-time moving related expenses incurred in the second quarter of previous financial year.

17 Current Quarter vs Preceding Quarter Results

The Group reported higher revenue at RM4.64 million for the current quarter under review, representing a 16.1% or RM0.64 million increase compared to the immediate preceding quarter of RM4.0 million. Higher revenues were reported from the Hand Tools and Electric Motors Divisions, mainly due to delivery of back orders to customers following the upliftment of the Full MCO restriction.

In tandem with the higher revenue achieved, the Group reported a lower loss before tax of RM159,000 for the current quarter, compared to a loss before tax of RM226,000 in the immediate preceding quarter.



18 Commentary on Prospects

Moving forward, the Group will continue its effort to manage the challenging business environment posed by the uncertainties in relation to the Covid-19 pandemic. The Group will continue its effort to drive its performance improvements during the recovery phase of the economy. Nonetheless, the Group will remain cautious by monitoring the impact from the Covid-19 pandemic and will continue to take the necessary precautious approach in its strategic planning in order to mitigate such impact. The overall performance of the Group is expected to remain challenging.

19 Profit Forecast and Guarantee

The Group has not provided any profit forecast or profit guarantee in any public document.

20 Taxation

	<u>30-9-21</u> 3-months RM'000	30-9-20 3-months RM'000	<u>30-9-21</u> 6-months RM'000	30-9-20 6-months RM'000
Tax expense	-	-	-	-
Profit / (loss) before taxation	(159)	(307)	(385)	(758)
Tax at 24% (previous year - 24%)	(38)	(73)	(93)	(182)
Deferred tax (over) / under provided in previous year	-	-	-	40
Unrecognised tax losses brought forward (utilised)	(108)	-	(82)	-
Deferred tax asset not recognised	(137)	70	(108)	79
Effects of transactions :-				
Non-deductible expenses	261	3	261	63
Income not taxable	22	-	22	-
Tax expense	-	-	-	-

The effective tax rates for the current financial quarter and period to-date were higher than the statutory rate due to certain non-deductible expenses for income tax purposes and non-recognition of deferred tax asset due to uncertainty of its recoverability.

21 Corporate Proposals

There were no corporate proposals announced but not completed at the latest practicable date, which is not earlier than seven days from the date of issue of this quarterly report.

22 Group Borrowings

There were no borrowings as at the end of the current financial quarter.

23 Material Litigation

No new material litigation has arisen nor were there any material changes to any case which had been pending since the last annual balance sheet date.

24 Dividends

The Company did not declare any dividend during the current financial quarter.

25 Earnings Per Share

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period.

	<u>30-9-21</u> 3-months	30-9-20 3-months	<u>30-9-21</u> 6-months	30-9-20 6-months
Profit / (Loss) attributable to ordinary equity holders of the parent (RM'000)	(159)	(307)	(385)	(758)
Weighted average number of ordinary shares in issue ('000)	449,550	449,550	449,550	449,550
Basic profit / (loss) per share (sen)	(0.04)	(0.07)	(0.09)	(0.17)

By order of the Board

Boon Shi Hou
Executive Director

Kuala Lumpur
Date : 19 Nov 2021