



**Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income  
For the 2nd Quarter Ended 30 September 2022**

	Note	Current Quarter		Year To-date	
		<u>30-9-22</u>	<u>30-9-21</u>	<u>30-9-22</u>	<u>30-9-21</u>
		3-months	3-months	6-months	6-months
		RM'000	RM'000	RM'000	RM'000
Revenue	9	5,886	4,640	11,998	8,637
Cost of sales		(4,488)	(3,395)	(8,709)	(6,293)
<b>Gross profit</b>		<b>1,398</b>	1,245	<b>3,289</b>	2,344
Other income		175	177	442	349
Other operating expenses		(1,414)	(1,463)	(3,121)	(2,838)
Administrative expenses		(112)	(118)	(233)	(240)
<b>Profit / (Loss) before tax</b>	10	<b>47</b>	(159)	<b>377</b>	(385)
Tax expense	20	-	-	-	-
<b>Profit / (Loss) for the period</b>		<b>47</b>	(159)	<b>377</b>	(385)
<b>Other comprehensive income, net of tax</b>		-	-	-	-
<b>Profit / (Loss) and other comprehensive profit / (loss) for the period</b>		<b>47</b>	(159)	<b>377</b>	(385)
<b>Profit / (Loss) and other comprehensive profit / (loss) for the period attributable to :</b>					
Owners of the Company		47	(159)	377	(385)
<b>Basic Profit / (Loss) per share attributable to owners of the Company (sen)</b>	25	<b>0.01</b>	(0.04)	<b>0.08</b>	(0.09)

*The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes.*



**Condensed Consolidated Statements of Financial Position**

	Note	Unaudited As at <u>30-9-22</u> RM'000	Audited As at <u>31-3-22</u> RM'000
<b>ASSETS</b>			
<b><u>Non-current assets</u></b>			
Property, plant and equipment	11	12,356	14,978
Investment properties		4,175	4,202
Intangible asset		186	215
Right-of-use assets		179	322
<b><u>Current assets</u></b>			
Inventories		9,853	8,477
Trade receivables		6,774	6,158
Non-trade receivables, deposits and prepayments		3,074	2,573
Tax recoverable		599	577
Deposits with licensed financial institutions		25,588	23,533
Cash and bank balances		3,539	5,963
		<u>49,427</u>	<u>47,281</u>
<b>TOTAL ASSETS</b>		<u><u>66,323</u></u>	<u><u>66,998</u></u>
<b>EQUITY AND LIABILITIES</b>			
Share Capital	7	44,955	44,955
Retained earnings		20,046	19,669
Attributable to Equity holders of the parent		<u>65,001</u>	<u>64,624</u>
Non-controlling Interest		-	-
<b>TOTAL EQUITY</b>		<u><u>65,001</u></u>	<u><u>64,624</u></u>
<b><u>Non-current liabilities</u></b>			
Lease liabilities		-	38
<b><u>Current liabilities</u></b>			
Trade payables		11	297
Non-trade payables and accruals		1,127	1,746
Lease liabilities		184	288
Tax payable		-	5
		<u>1,322</u>	<u>2,336</u>
<b>TOTAL LIABILITIES</b>		<u><u>1,322</u></u>	<u><u>2,374</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>66,323</u></u>	<u><u>66,998</u></u>
<b>Net assets per share (RM)</b>		<u><u>0.14</u></u>	<u><u>0.14</u></u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes.



**Condensed Consolidated Statements of Changes in Equity**

**For the 2nd Quarter Ended 30 September 2022**

	Attributable to Owners of the Company			Non-Controlling Interest	Total Equity
	Share Capital	Distributable Retained Earnings	Total		
	RM'000	RM'000	RM'000		
<b>At 1 April 2021</b>	44,955	19,649	64,604	-	64,604
Profit / (Loss) and other comprehensive profit / (loss) for the period	-	(385)	(385)		(385)
<b>At 30 September 2021</b>	<b>44,955</b>	<b>19,264</b>	<b>64,219</b>	-	<b>64,219</b>
<b>At 1 April 2022</b>	44,955	19,669	64,624	-	64,624
Profit / (Loss) and other comprehensive profit / (loss) for the period	-	377	377	-	377
<b>At 30 September 2022</b>	<b>44,955</b>	<b>20,046</b>	<b>65,001</b>	-	<b>65,001</b>

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes.*



**Condensed Consolidated Statements of Cash Flows**

	<b>6-months</b> <b><u>30-9-22</u></b> <b>RM'000</b>	<b>6-months</b> <b><u>30-9-21</u></b> <b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit / (Loss) before tax	377	(385)
Adjustments for:-		
Depreciation of property, plant and equipment	255	356
Depreciation of investment property	30	30
Amortisation of intangible asset	30	30
Depreciation of right-of use assets	142	126
Property, plant and equipment written down	-	9
(Gain)/Loss on disposal of property, plant and equipment	(1)	-
(Gain)/Loss on disposal of investments in subsidiary company	280	-
Reversal of Impairment of trade receivables no longer required	(133)	-
Impairment of inventories	10	-
Reversal of Impairment of inventories no longer required	(587)	-
Unrealised foreign exchange (gain) / loss	(7)	(9)
Interest expense on lease liabilities	4	6
Interest income	(226)	(247)
<b>Operating profit / (loss) before changes in working capital</b>	<b>174</b>	<b>(84)</b>
Inventories	(799)	(277)
Receivables	(977)	14
Payables	(905)	(303)
<b>Cash generated from operations</b>	<b>(2,507)</b>	<b>(650)</b>
Tax paid	(113)	(113)
Tax refund	-	73
<b>Net cash generated from operating activities</b>	<b>(2,620)</b>	<b>(690)</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(163)	(211)
Proceeds from disposal of property, plant and equipment	1	4
Proceeds from disposal of investments in subsidiary company	1,367	-
Withdrawal / (Placement) of fixed deposits (> 3 months)	2,157	2,093
Interest received	226	247
<b>Net cash used in investing activities</b>	<b>3,588</b>	<b>2,133</b>
<b>Cash flows from financing activities</b>		
Repayment of lease liabilities	(142)	(126)
Interest on lease liabilities	(4)	(6)
<b>Net cash used in financing activities</b>	<b>(146)</b>	<b>(132)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>822</b>	<b>1,311</b>
<b>Cash and cash equivalents as at 1 April</b>	<b>22,912</b>	<b>14,920</b>
<b>Cash and cash equivalents as at end of period</b>	<b>23,734</b>	<b>16,231</b>
<b>Cash and cash equivalents comprise the following amounts:</b>		
Deposits with licensed banks (< 3 months)	20,195	7,835
Cash and bank balances	3,539	8,396
	<b>23,734</b>	<b>16,231</b>

*The Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements for the year ended 31 March 2022 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 2022. 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 2022.

**2 Significant Accounting Policies**

The significant accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the preparation of the financial statements of the Group for the financial year ended 31 March 2022.

The Group has not adopted the following accounting standards and interpretations (including the consequential amendments) that have been issued by the MASB but are not yet effective for the current financial period:

<u><b>MFRSs and Interpretations</b></u>	<u><b>Effective for annual periods beginning on or after</b></u>
• MFRS 17, Insurance Contracts	<b>1 January 2023</b>
• Amendments to MFRS 17, Insurance Contracts	<b>1 January 2023</b>
• Amendment to MFRS 17 Insurance Contracts: Initial Application of MFRS 17 and MFRS 9 — Comparative Information	<b>1 January 2023</b>
• Amendments to MFRS 101, Presentation of Financial Statements: Classifications of Liabilities as Current or Non-current	<b>1 January 2023</b>
• Amendments to MFRS 101, Presentation of Financial Statements: Disclosure of Accounting Policies	<b>1 January 2023</b>
• Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates	<b>1 January 2023</b>
• Amendments to MFRS 112, Income Tax: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	<b>1 January 2023</b>
• 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	<b>Deferred</b>

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

**3 Auditors' Report**

The auditors' report on the financial statements for the year ended 31 March 2022 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 quarter under review.

**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 quarter.



**7 Debt and Equity Securities**

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

**8 Dividend Payment**

There was no dividend payment made in the current quarter.

**9 Segment Information**

**Segment Revenue**

Distribution and trading

Logistics related services

Others

Total including inter-segment sales

Elimination of inter-segment sales

**Total**

**Segment Results - Profit / (Loss) before tax**

Investment holding

Distribution and trading

Logistics related services

Others

Eliminations

**Total**

	<u>30-9-22</u> 3-months	<u>30-9-21</u> 3-months	<u>30-9-22</u> 6-months	<u>30-9-21</u> 6-months
	RM'000	RM'000	RM'000	RM'000
Distribution and trading	5,705	3,673	10,442	6,703
Logistics related services	0	787	889	1,574
Others	260	255	819	502
Total including inter-segment sales	5,965	4,715	12,150	8,779
Elimination of inter-segment sales	(79)	(75)	(152)	(142)
<b>Total</b>	<b>5,886</b>	<b>4,640</b>	<b>11,998</b>	<b>8,637</b>
<b><u>Segment Results - Profit / (Loss) before tax</u></b>				
Investment holding	(123)	(23)	(131)	(25)
Distribution and trading	584	(119)	721	(398)
Logistics related services	(209)	19	(242)	126
Others	33	(122)	181	(260)
	285	(245)	529	(557)
Eliminations	(238)	86	(152)	172
<b>Total</b>	<b>47</b>	<b>(159)</b>	<b>377</b>	<b>(385)</b>

**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

Reversal of Impairment of trade receivables no longer required

Impairment of inventories

Reversal of Impairment of inventories no longer required

Property, Plant and Equipment written down

(Gain) / Loss on disposal of Property, Plant and Equipment

	<u>30-9-22</u> 3-months	<u>30-9-21</u> 3-months	<u>30-9-22</u> 6-months	<u>30-9-21</u> 6-months
	RM'000	RM'000	RM'000	RM'000
Interest income	(128)	(127)	(226)	(247)
Foreign exchange (gain) / loss	23	1	30	(8)
Depreciation and amortisation	118	209	315	417
Reversal of Impairment of trade receivables no longer required	-	-	(133)	-
Impairment of inventories	10	-	10	-
Reversal of Impairment of inventories no longer required	(370)	-	(587)	-
Property, Plant and Equipment written down	-	-	-	9
(Gain) / Loss on disposal of Property, Plant and Equipment	(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**

On 8 July 2022, the Group had entered into a Share Sales & Purchase Agreement to sell its entire share in Jasa Bonded Warehousing Sdn Bhd for a cash consideration of RM3,100,000. The disposal had been completed on 8 August 2022.

**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.



**Part B - Explanatory Notes**

*(Appendix 9B of Listing Requirements of BMSB)*

**16 Review of Performance**

**Quarter 2, FYE 2023 vs Quarter 2, FYE 2022**

The Group's revenue for the current quarter under review was RM5.89 million, improved by RM1.25 million or 26.9% as compared to RM4.64 million reported in the preceding year's corresponding quarter. Gross profit registered at RM1.40 million, increased by RM0.16 million or 12.9% as compared to RM1.24 million reported in the preceding year's corresponding quarter.

**Distribution and trading**

This segment recorded a 55.6% higher revenue at RM5.71 million compared to RM3.67 million reported in the preceding year's corresponding quarter. Gross profit increased by 41.9% to RM1.22 million, from RM0.86 million reported in the preceding year's corresponding quarter. Higher revenue was mainly attributable to higher contribution from the Bathroom Products Division, due to improved deliveries for some development projects namely Duta Park Residence, Bangi Avenue Phase 2A and 2B, coupled with higher demand from new and existing customers of Hand Tools and Power Tools products.

This segment reported a profit before tax of RM0.58 million as opposed to a loss before tax position of RM0.12 million in the preceding year's corresponding quarter, on the back of better revenue achieved.

**Logistics related services**

The disposal of Jasa Bonded Warehousing Sdn Bhd ("JBW") had been completed on 8 August, 2022.

For the quarter under review, there was no revenue contribution from JBW.

**Year-to-date 30 September 2022 vs Year-to-date 30 September 2021**

The Group's revenue for the 6 months financial period ended 30 September 2022 was RM12.0 million, improved by RM3.36 million or 38.9% as compared to RM8.64 million reported in the previous year corresponding period. Gross profit registered at RM3.29 million, increased by RM0.95 million or 40.6% from RM2.34 million reported in the previous year corresponding period.

**Distribution and trading**

This segment recorded higher revenue of RM10.44 million for the current financial period, representing a RM3.74 million or 55.8% increase from RM6.70 million reported in the previous year corresponding period. Gross profit increased by 49.7% to RM2.32 million, from RM1.55 million reported in the previous year corresponding period. Revenue from Bathroom Products Division increased by RM2.74 million or 183.9% to RM4.23 million from RM1.49 million attributable to higher distributor project sales in the current financial period. Revenue from Hand Tools Division increased by RM0.97 million or 34.2% to RM3.81 million from RM2.84 million due to better sales achieved during sales campaign period.

This segment reported a profit before tax of RM0.72 million as opposed to a loss before tax position of RM0.40 million in the previous year corresponding period, on the back of better revenue achieved and write back of impairment loss on inventory.

**Logistics related services**

The disposal of Jasa Bonded Warehousing Sdn Bhd ("JBW") had been completed on 8 August, 2022.

For the current financial period, there was no revenue contribution from JBW after the 1st of July 2022.

**17 Current Quarter vs Preceding Quarter Results**

The Group recorded lower revenue at RM5.89 million for the current quarter under review, declined by 3.6% compared to RM6.11 million reported in the immediate preceding quarter, mainly due to lower sales in Power Tools Division and Electric Motors Division. The Group recorded lower profit before tax of RM47,000 for the current quarter, compared to a profit before tax of RM330,000 in the immediate preceding quarter, mainly due to the one-time loss on disposal of Jasa Bonded Warehousing Sdn Bhd in the current quarter.

**18 Commentary on Prospects**

The coming quarters are expected to remain challenging, given the continuing uncertainties in the global economy, foreign exchange volatility, rising inflation, increase in borrowing costs and the risks arising from impacts of the Covid-19 pandemic. These uncertainties of the economic environment would have inevitably raised investors' cautiousness, impacting their investment plans and decisions. Amidst the uncertain trade and economic environment backdrop, the Group will continue to focus on the cautious expansion of its core business, and will constantly review its operations to manage and mitigate the risks posed by the uncertainties. However, we are cautiously optimistic that the Group will be able to improve on its revenue and generate better profits compared to the previous year.



**19 Profit Forecast and Guarantee**

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

**20 Taxation**

	<u>30-9-22</u> 3-months	<u>30-9-21</u> 3-months	<u>30-9-22</u> 6-months	<u>30-9-21</u> 6-months
	RM'000	RM'000	RM'000	RM'000
Income tax - current year	-	-	-	-
Under / (Over) provided in previous year	-	-	-	-
Tax expense	-	-	-	-
Profit / (loss) before taxation	<u>47</u>	<u>(159)</u>	<u>377</u>	<u>(385)</u>
Tax at 24% (previous year - 24%)	<u>10</u>	<u>(38)</u>	<u>90</u>	<u>(93)</u>
Unrecognised tax losses brought forward (utilised)	<u>1</u>	<u>(108)</u>	<u>(20)</u>	<u>(82)</u>
Deferred tax asset not recognised	<u>(8)</u>	<u>(137)</u>	<u>(45)</u>	<u>(108)</u>
Effects of transactions :-				
Non-deductible expenses	<u>(22)</u>	261	<u>9</u>	261
Income not taxable	<u>19</u>	22	<u>(34)</u>	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>30-9-22</u> 3-months	<u>30-9-21</u> 3-months	<u>30-9-22</u> 6-months	<u>30-9-21</u> 6-months
Profit / (Loss) attributable to ordinary equity holders of the parent (RM'000)	47	(159)	377	(385)
Weighted average number of ordinary shares in issue ('000)	449,550	449,550	449,550	449,550
Basic profit / (loss) per share (sen)	0.01	(0.04)	0.08	(0.09)

**By order of the Board**

**Boon Shi Hou**  
Executive Director

**Kuala Lumpur**  
Date : 30 November 2022