



TEXCHEM RESOURCES BHD
(Registration No. 197301002868 (16318-K))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2022

TEXCHEM RESOURCES BHD
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)
for the quarter and six months ended 30 JUNE 2022



	Note	3 months ended 30 June			6 months ended 30 June		
		2022 RM'000	2021 RM'000	Changes (%)	2022 RM'000	2021 RM'000	Changes (%)
Revenue	8	301,461	261,189	15.42	608,953	527,926	15.35
Cost of sales		(230,372)	(213,234)	(8.04)	(463,862)	(419,709)	(10.52)
Gross profit		71,089	47,955	48.24	145,091	108,217	34.07
Distribution costs		(31,888)	(25,064)	(27.23)	(62,283)	(50,130)	(24.24)
Administrative expenses		(29,726)	(23,598)	(25.97)	(56,046)	(49,231)	(13.84)
Other income		2,954	2,049	44.17	7,876	5,467	44.06
Operating profit excluding exceptional items		12,429	1,342	826.15	34,638	14,323	141.83
Exceptional income	4	1,579	-	-	1,579	-	-
Share of loss of equity accounted associates, net of tax		(103)	(307)	(66.45)	(297)	(530)	43.96
Profit before interest and tax		13,905	1,035	1,234.48	35,920	13,793	160.42
Finance costs		(4,426)	(2,486)	(78.04)	(7,591)	(5,120)	(48.26)
Profit/ (loss) before tax		9,479	(1,451)	753.27	28,329	8,673	226.63
Tax expense	18	(2,747)	(369)	(644.44)	(6,872)	(3,040)	(126.05)
Profit/ (loss) for the period	19	6,732	(1,820)	469.89	21,457	5,633	280.92
Profit/ (loss) attributable to:							
Owners of the Company		6,732	424	1,487.74	19,815	7,059	180.71
Non-controlling interests		-	(2,244)	100.00	1,642	(1,426)	215.15
Profit/ (loss) for the period		6,732	(1,820)	469.89	21,457	5,633	280.92
Earnings per share attributable to owners of the Company (sen)							
- Basic	27	5.70	0.35	1,528.57	16.78	5.85	186.84
- Diluted	27	5.62	-	-	16.55	-	-

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

for the quarter and six months ended 30 June 2022

Note	3 months ended 30 June			6 months ended 30 June		
	2022	2021	Changes (%)	2022	2021	Changes (%)
	RM'000	RM'000		RM'000	RM'000	
Profit/ (loss) for the period	6,732	(1,820)	469.89	21,457	5,633	280.92
Other comprehensive income/ (expense), net of tax						
Foreign currency translation differences for foreign operations	1,981	(2,414)	182.06	2,561	(1,394)	283.72
Foreign currency translation differences realised on deconsolidation of a subsidiary	(918)	-	-	(918)	-	-
Total other comprehensive income/ (expense) for the period	1,063	(2,414)		1,643	(1,394)	
Total comprehensive income/ (expense) for the period	7,795	(4,234)	284.10	23,100	4,239	444.94
Total comprehensive income/ (expense) attributable to:						
Owners of the Company	7,789	(1,356)	674.83	21,425	6,399	234.82
Non-controlling interests	6	(2,878)	100.21	1,675	(2,160)	177.55
Total comprehensive income/ (expense) for the period	7,795	(4,234)	284.10	23,100	4,239	444.94

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

TEXCHEM RESOURCES BHD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
 At 30 June 2022



	Note	30 June 2022 (Unaudited) RM'000	31 December 2021 (Audited) RM'000
ASSETS			
Property, plant and equipment		146,692	143,699
Right-of-use assets		155,109	88,041
Investment in associates		5,546	5,843
Intangible assets			
- Goodwill		34,382	34,382
- Trademarks		21,500	21,500
Deferred tax assets		13,031	13,801
Other receivables		10,821	9,418
Total non-current assets		387,081	316,684
Trade receivables		155,259	145,951
Other receivables		35,453	33,683
Contract assets		724	742
Inventories		102,646	112,920
Current tax assets		8,703	8,644
Cash and cash equivalents		107,692	108,167
Derivative financial assets	22	104	50
Total current assets		410,581	410,157
TOTAL ASSETS		797,662	726,841
EQUITY			
Share capital		154,870	149,667
Reserves		41,588	121,156
Total equity attributable to owners of the Company		196,458	270,823
Non-controlling interests		14,597	28,956
TOTAL EQUITY		211,055	299,779
LIABILITIES			
Loans and borrowings	21	26,485	9,657
Lease liabilities		126,762	62,848
Deferred tax liabilities		6,131	5,990
Deferred liabilities		3,070	2,766
Provision		6,184	6,002
Other payable		50,000	-
Total non-current liabilities		218,632	87,263
LIABILITIES			
Trade payables		68,146	85,584
Other payables		87,776	68,157
Contract liabilities		381	372
Provision		46	46
Loans and borrowings	21	176,373	156,528
Lease liabilities		29,335	25,184
Current tax liabilities		5,678	3,688
Deferred liabilities		240	240
Total current liabilities		367,975	339,799
TOTAL LIABILITIES		586,607	427,062
TOTAL EQUITY AND LIABILITIES		797,662	726,841

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

TEXCHEM RESOURCES BHD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

for the six months ended 30 June 2022

	<-----Non-distributable----->				Distributable		Non-controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Treasury shares RM'000	Share option reserve RM'000	Other capital reserves RM'000	Retained earnings RM'000	Sub-total RM'000		
At 1 January 2022	149,667	(4,900)	-	17,573	108,483	270,823	28,956	299,779
Other comprehensive income	-	-	-	1,610	-	1,610	33	1,643
Profit for the period	-	-	-	-	19,815	19,815	1,642	21,457
Total comprehensive income for the period	-	-	-	1,610	19,815	21,425	1,675	23,100
Purchase of own shares	-	(5,099)	-	-	-	(5,099)	-	(5,099)
Share-based payments	-	-	2,361	-	-	2,361	-	2,361
Share option exercised	1,662	-	(1,662)	-	-	-	-	-
Issue of shares pursuant to Employees' Share Option Scheme ("ESOS")	3,541	-	-	-	-	3,541	-	3,541
Issue of shares to non-controlling interests	-	-	-	-	-	-	1,260	1,260
Dividends to owners of the Company	-	-	-	-	(11,687)	(11,687)	-	(11,687)
	5,203	(5,099)	699	-	(11,687)	(10,884)	1,260	(9,624)
Acquisition of non-controlling interests* without a change in control	-	-	-	-	(84,906)	(84,906)	(17,294)	(102,200)
Total transactions with owners of the Company	5,203	(5,099)	699	-	(96,593)	(95,790)	(16,034)	(111,824)
At 30 June 2022	154,870	(9,999)	699	19,183	31,705	196,458	14,597	211,055

* Please refer to Note C to the Condensed Consolidated Statement of Cash Flows.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

TEXCHEM RESOURCES BHD



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
for the six months ended 30 June 2022 (Cont'd)

	<-----Attributable to owners of the Company----->						Total equity RM'000
	<----Non-distributable---->			Distributable		Non-controlling interests RM'000	
	Share capital RM'000	Treasury shares RM'000	Other capital reserves RM'000	Retained earnings RM'000	Sub-total RM'000		
At 1 January 2021	149,667	(4,900)	16,239	82,893	243,899	28,672	272,571
Other comprehensive expense	-	-	(660)	-	(660)	(734)	(1,394)
Profit/ (loss) for the period	-	-	-	7,059	7,059	(1,426)	5,633
Total comprehensive (expense)/ income for the period	-	-	(660)	7,059	6,399	(2,160)	4,239
Disposal of Company's shares held by a subsidiary	-	-	3,250	260	3,510	92	3,602
Dividends paid by a subsidiary to non-controlling interests	-	-	-	-	-	(1,063)	(1,063)
Issue of shares to non-controlling interests	-	-	-	-	-	1,785	1,785
Total transaction with owners of the Company	-	-	3,250	260	3,510	814	4,324
Transfer of legal reserve	-	-	187	(187)	-	-	-
At 30 June 2021	149,667	(4,900)	19,016	90,025	253,808	27,326	281,134

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

TEXCHEM RESOURCES BHD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
for the six months ended 30 June 2022

	Note	6 months ended 30 June	
		2022	2021
		RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		28,329	8,673
Adjustments for:			
Depreciation of property, plant and equipment		10,936	11,301
Depreciation of right-of-use assets		14,365	12,359
Provision for Directors' retirement/ resignation benefits		423	420
Property, plant and equipment written off		78	759
Reversal of impairment loss on property, plant and equipment		(1)	(33)
Gain on disposal of property, plant and equipment		(790)	(415)
Gain on termination of lease		(14)	-
Gain on deconsolidation of a subsidiary	B	(1,579)	-
Interest income		(411)	(106)
Interest expense		7,591	5,120
Share-based payments		2,361	-
Share of loss of equity accounted associates		297	530
		33,256	29,935
Operating profit before changes in working capital		61,585	38,608
Changes in working capital:			
Inventories		10,274	(15,864)
Trade and other receivables		(10,788)	(3,857)
Trade and other payables		(22,337)	(11,451)
Contract assets		18	(581)
Contract liabilities		9	37
		38,761	6,892
Cash generated from operations		38,761	6,892
Income tax paid		(4,091)	(4,582)
Directors' retirement/ resignation benefits paid		(134)	(418)
Restoration costs paid		(36)	-
		(4,261)	(5,000)
Net cash from operating activities		34,500	1,892
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from disposal of property, plant and equipment		1,168	952
Purchase of property, plant and equipment		(10,867)	(4,744)
Interest received		411	106
Deconsolidation of a subsidiary, net of cash and cash equivalents	B	(293)	-
Proceeds from disposal of Company's shares held by a subsidiary		-	3,602
		(9,581)	(84)
Net cash used in investing activities		(9,581)	(84)

TEXCHEM RESOURCES BHD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
for the six months ended 30 June 2022 (Cont'd)

	Note	6 months ended 30 June	
		2022	2021
		RM'000	RM'000
CASH FLOWS FROM FINANCING ACTIVITIES			
Drawdown of term loans		10,000	1,197
Repayment of term loans		(1,120)	(3,167)
Repayment of hire purchase creditors		(2,943)	(3,076)
Drawdown/ (repayment) of borrowings (net)		28,843	(4,001)
Repayment of lease liabilities		(13,370)	(13,229)
Interest paid		(7,591)	(5,120)
Dividends paid to owners of the Company		(11,687)	-
Dividends paid to non-controlling interests		-	(1,063)
Proceeds from issuance of shares to non-controlling interests		1,260	1,785
Purchase of own shares		(5,099)	-
Proceeds from issuance of shares pursuant to Employees' Share Option Scheme		3,541	-
Acquisition of non-controlling interests	C	(27,200)	-
Net used in financing activities		(25,366)	(26,674)
Net decrease in cash and cash equivalents		(447)	(24,866)
Cash and cash equivalents at 1 January		95,388	79,028
Effects of exchange differences on cash and cash equivalents		1,263	441
Cash and cash equivalents at 30 June	A	96,204	54,603

Note A: Cash and cash equivalents

Cash and cash equivalents included in the condensed consolidated statement of cash flows comprise the following condensed consolidated statement of financial position amounts:

	30 June 2022 RM'000	30 June 2021 RM'000
Short term deposits	10,450	2,500
Cash and bank balances	97,242	64,622
Bank overdrafts	(11,488)	(12,519)
	<u>96,204</u>	<u>54,603</u>

TEXCHEM RESOURCES BHD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
for the six months ended 30 June 2022

Note B: Deconsolidation of a subsidiary

On 9 May 2022, the Group completed the dissolution of Sushi King Company Limited a wholly-owned subsidiary of Sushi King Sdn. Bhd. which in turn is a 98.35% owned subsidiary of Sushi King Holdings Sdn. Bhd., a wholly-owned subsidiary of the Company. Accordingly, the Group deconsolidated this subsidiary and derecognised its assets and liabilities.

The deconsolidation had the following effect on the Group's assets and liabilities.

	30 June 2022 RM'000
Identifiable assets and liabilities deconsolidated	
Cash and cash equivalents	293
Trade and other receivables	82
Trade and other payables	(3,387)
Net identifiable liabilities	(3,012)
Net off with amount due from a subsidiary	2,351
Transfer from foreign currency translation reserve	(918)
Gain on deconsolidation of a subsidiary	<u>(1,579)</u>
Net cash outflow arising from deconsolidation of a subsidiary	<u><u>(293)</u></u>

Note C: Acquisition of non-controlling interests without a change in control

On 18 April 2022, the Group completed the proposed acquisition of 1.40 million ordinary shares in Sushi King Sdn. Bhd. ("SKSB"), representing 28% of the issued share capital of SKSB by Sushi King Holdings Sdn. Bhd., a wholly-owned subsidiary of the Company, from Asia Yoshinoya International Sdn. Bhd. ("AYI") for a total cash consideration of RM102.20 million to be paid over a period of five (5) years. The carrying amount of SKSB Group's net assets in the Group's consolidated financial statements on the date of the acquisition was RM61.80 million.

	30 June 2022 RM'000
Carrying amount of non-controlling interests acquired	17,294
Consideration paid to AYI	(27,200)
Unpaid balance	(75,000)
A decrease in equity attributable to owners of the Company	<u><u>(84,906)</u></u>

The decrease in equity attributable to owners of the Company comprised a decrease in retained earnings of RM84.90 million.

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

1. Basis of preparation

The condensed consolidated interim financial statements have been prepared on the historical cost basis, unless otherwise stated.

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

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021. These 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 December 2021.

The same accounting policies and methods of computation are followed in the interim financial statements as compared with the financial statements for the financial year ended 31 December 2021 except for the adoption of the following amendments to Malaysian Financial Reporting Standards (“MFRSs”) issued by the MASB:

MFRSs and amendments effective for annual periods beginning on or after 1 January 2022

Amendments to MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018-2020)
Amendments to MFRS 3	Business Combinations - Reference to the Conceptual Framework
Amendments to MFRS 9	Financial Instruments (Annual Improvements to MFRS Standards 2018-2020)
Amendments to Illustrative Examples accompanying MFRS 16	Leases (Annual Improvements to MFRS Standards 2018-2020)
Amendments to MFRS 116	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
Amendments to MFRS 141	Agriculture (Annual Improvements to MFRS Standards 2018-2020)

The above amendments to MFRSs are either not relevant or do not have material impacts on the Group’s financial statements for the current financial period.

The following are MFRSs and amendment to MFRSs that have been issued by the Malaysia Accounting Standard Board but are not yet effective to the Group’s current financial period:

MFRSs and amendments effective for annual periods beginning on or after 1 January 2023

MFRS 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts – Initial Application of MFRS 17
Amendments to MFRS 9	Comparative Information
Amendments to MFRS 101	Presentation of Financial Statements – Classification of Liabilities as Current or Non-current and Disclosures of Accounting Policies
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates
Amendments to MFRS 112	Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

1. Basis of preparation (Cont'd)
MFRSs and amendments effective for annual period beginning on or after a date yet to be confirmed

Amendments to MFRS 10	Consolidated Financial Statements
Amendments to MFRS 128	Investment in Associates and Joint Ventures – Sale or Contribution by Assets between an Investor and its Associate or Joint Venture

The Group plans to apply the abovementioned amendments to MFRSs, where applicable in the respective financial year, when the abovementioned amendments to MFRSs become effective.

The initial application of the amendments to MFRSs is not expected to have any material financial impacts to the Group's financial statements.

2. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2021 was not qualified.

3. Seasonality and cyclicity of interim operations

The Group's operations were not significantly affected by any unusual seasonal or cyclical factors.

4. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the quarter and six months ended 30 June 2022 except for the gain on deconsolidation of a subsidiary of RM1.58 million.

5. Changes in estimates

There were no changes in estimates that have a material effect during the quarter and six months ended 30 June 2022.

6. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities by the Company during the quarter ended 30 June 2022 except for the following:

During the quarter ended 30 June 2022, a total of 1,445,000 new ordinary shares were issued pursuant to the exercise of the Company's Employees' Share Option Scheme ("ESOS"). Details of the issued and paid-up capital of the Company as at 30 June 2022 are as follows:

	No. of shares	RM'000
As at 1 January 2022	124,099,235	149,667
Ordinary shares issued pursuant to the ESOS	1,445,000	3,541
	<u>125,544,235</u>	<u>153,208</u>
Share option exercised	-	1,662
As at 30 June 2022	<u>125,544,235</u>	<u>154,870</u>

7. Dividend paid

On 27 May 2022, the Company paid a single tier final dividend of RM10.0 sen per share amounting to RM11,687,000 for the financial year ended 31 December 2021.

TEXCHEM RESOURCES BHD
PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134
8. Operating segments

	Industrial		Polymer Engineering		Food		Restaurant		Venture Business		Others		Eliminations		Consolidated	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
3 months ended 30 June																
Revenue from external customers	140,411	142,189	62,929	56,023	24,167	22,333	72,923	40,113	714	243	317	288	-	-	301,461	261,189
Inter-segment revenue	3,175	1,352	516	398	170	47	-	-	1,848	1,731	3,064	2,952	(8,773)	(6,480)	-	-
Total revenue	143,586	143,541	63,445	56,421	24,337	22,380	72,923	40,113	2,562	1,974	3,381	3,240	(8,773)	(6,480)	301,461	261,189
Profit/ (loss) before share of profit/ (loss) of equity accounted associates, net of tax	3,579	3,915	4,073	4,491	1,794	965	2,613	(9,330)	(451)	(506)	(2,026)	(679)	-	-	9,582	(1,144)
Share of profit/ (loss) of equity accounted associates, net of tax	-	-	-	-	-	-	166	24	-	-	(269)	(331)	-	-	(103)	(307)
Profit/ (loss) before tax	3,579	3,915	4,073	4,491	1,794	965	2,779	(9,306)	(451)	(506)	(2,295)	(1,010)	-	-	9,479	(1,451)

TEXCHEM RESOURCES BHD
PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134
8. Operating segments (Cont'd)

	Industrial		Polymer Engineering		Food		Restaurant		Venture Business		Others		Eliminations		Consolidated	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
6 months ended 30 June																
Revenue from external customers	272,110	278,028	129,211	109,637	61,003	40,273	144,472	98,306	1,006	535	1,151	1,147	-	-	608,953	527,926
Inter-segment revenue	5,502	2,486	1,045	909	642	425	3	-	3,665	3,632	6,086	6,165	(16,943)	(13,617)	-	-
Total revenue	277,612	280,514	130,256	110,546	61,645	40,698	144,475	98,306	4,671	4,167	7,237	7,312	(16,943)	(13,617)	608,953	527,926
Profit/ (loss) before share of profit/ (loss) of equity accounted associates, net of tax	7,928	7,468	8,397	9,663	6,944	11	8,779	(6,156)	(988)	(820)	(2,434)	(963)	-	-	28,626	9,203
Share of profit/ (loss) of equity accounted associates, net of tax	-	-	-	-	-	-	308	(24)	-	-	(605)	(506)	-	-	(297)	(530)
Profit/ (loss) before tax	7,928	7,468	8,397	9,663	6,944	11	9,087	(6,180)	(988)	(820)	(3,039)	(1,469)	-	-	28,329	8,673
Segment assets	179,074	161,122	208,176	188,908	62,622	58,588	298,270	220,046	7,000	7,159	42,520	42,080	-	-	797,662	677,903

9. Carrying amount of revalued assets

The valuations of property, plant and equipment have been brought forward without amendments from the financial statements for the financial year ended 31 December 2021.

10. Material events subsequent to the end of the reporting period

On 6 July 2022, Sushi King Holdings Sdn.Bhd., wholly-owned subsidiary of the Company, has entered into a Share Sale Agreement (“SSA”) with the following companies to acquire the remaining equity interest comprising of 82,452 ordinary shares in Sushi King Sdn. Bhd. (“SKSB”) free from all liens, charges and encumbrances and with all attached or accrued rights and benefits and entitlements attaching to them as at the completion date of the SSA on the terms and subject to the conditions as stipulated in the SSA.

Name of Company	Interest to be acquired	Consideration	Term of Payment
Inspire Investment Corporation	0.825% equity interest comprising of 41,226 ordinary shares in SKSB.	RM3,009,498	To be satisfied in full by issuance of 3,009,498 new ordinary shares at the issue price of RM1.00 per share in the capital of the Company.
Inspire Corporation	0.825% equity interest comprising of 41,226 ordinary shares in SKSB.	RM3,009,498	To be satisfied in full by issuance of 3,009,498 new ordinary shares at the issue price of RM1.00 per share in the capital of the Company.
Total	1.65% comprising of 82,452 ordinary shares in SKSB.	RM6,018,996	To be satisfied in full by issuance of 6,018,996 new ordinary shares at the issue price of RM1.00 per share in the capital of the Company.

Consequently, SKSB is a wholly-owned subsidiary of Sushi King Holdings Sdn Bhd, which in turn is a 97.80% owned subsidiary of the Company.

11. Changes in composition of the Group for the six months ended 30 June 2022

On 18 April 2022, the Group through its wholly-owned subsidiary, Sushi King Holdings Sdn. Bhd., acquired 1.4 million ordinary shares in Sushi King Sdn. Bhd. (“SKSB”), representing 28% of the issued share capital of SKSB, from Asia Yoshinoya International Sdn. Bhd. for a total cash consideration of RM102.20 million to be paid over a period of five (5) years.

Consequently, SKSB is a 98.35% owned subsidiary of Sushi King Holdings Sdn. Bhd., which in turn is a wholly-owned subsidiary of the Company.

12. Changes in contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets in the Group since the last financial year ended 31 December 2021.

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD

13. Commitments

	30 June 2022 RM'000	31 December 2021 RM'000
Property, plant and equipment	<u>8,111</u>	<u>9,565</u>

14. Group's Financial Performance Review and Segmental Analysis

(a) Overall review of Group's financial performance

	3 months ended 30 June			6 months ended 30 June		
	2022 RM'000	2021 RM'000	Changes (%)	2022 RM'000	2021 RM'000	Changes (%)
Revenue	301,461	261,189	15.42	608,953	527,926	15.35
Operating profit excluding exceptional items	12,429	1,342	826.15	34,638	14,323	141.83
Profit before interest and tax	13,905	1,035	1,243.48	35,920	13,793	160.42
Profit/(Loss) before tax	9,479	(1,451)	753.27	28,329	8,673	226.63
Profit/(Loss) after tax	6,732	(1,820)	469.89	21,457	5,633	280.92
Profit attributable to owners of the Company	6,732	424	1,487.74	19,815	7,059	180.71

(i) Statement of Profit or Loss and Other Comprehensive Income

The Group recorded revenue of RM608.9 million and pre-tax profit of RM28.3 million in YTD Q2 2022 against revenue of RM527.9 million and pre-tax profit of RM8.7 million in YTD Q2 2021. The variance in revenue and pre-tax profit or loss will be explained in the respective operating business segments in Note 14(b).

(ii) Statement of Financial Position

As at 30 June 2022, total equity attributable to owners of the Company reduced to RM196.5 million from RM270.8 million as at 31 December 2021 mainly due to dividend paid and a decrease in equity attributable to owners of the Company arising from the acquisition of 28% of the issued share capital of Sushi King Sdn. Bhd. as indicated in Note C to the Condensed Consolidated Statement of Cash Flows, during the financial period ended 30 June 2022.

Total borrowings of the Group increased to RM202.9 million as at 30 June 2022 against RM166.2 million as at 31 December 2021 to partly finance the acquisition of 28% of the issued share capital of Sushi King Sdn. Bhd. and additional working capital requirements.

14. Group's Financial Performance Review and Segmental Analysis (Cont'd)**(a) Overall review of Group's financial performance (Cont'd)****(iii) Statement of Cash Flows**

The net cash generated from operating activities was higher at RM34.5 million for the six months ended 30 June 2022 as compared to RM1.9 million for YTD Q2 2021 mainly due to higher operating profit.

The net cash used in investing activities for YTD Q2 2022 was higher at RM9.6 million compared to the same period for YTD Q2 2021 of RM0.08 million mainly due to higher purchase of property, plant and equipment.

The net cash used in financing activities was lower at RM25.4 million for YTD Q2 2022 against RM26.7 million for YTD Q2 2021 mainly due to higher drawdown of loan financing in the acquisition of 28% of the issued share capital of Sushi King Sdn. Bhd. as indicated in Note C to the Condensed Consolidated Statement of Cash Flows.

The cash and cash equivalents of the Group was RM96.2 million as at 30 June 2022 representing an increase of RM0.8 million against RM95.4 million as at 1 January 2022.

(b) Segmental analysis (Note 8)

In Q2 2022, the Group continued to report satisfactory performance mainly due to the recovery of Restaurant Division following Malaysia's transition to the endemic phase of COVID-19 and the reopening of international borders on 1 April 2022.

(1) Current quarter compared with previous corresponding quarter

In Q2 2022, the Group achieved a higher revenue of RM301.5 million (Q2 2021: RM261.2 million). Excluding the share-based payments of RM2.4 million, the Group generated a higher pre-tax profit of RM11.8 million (Q2 2021: pre-tax loss of RM1.4 million) due to the various factors as explained in the respective operating business segments as follows:

(i) Industrial Division

The Industrial Division achieved a consistent revenue of RM143.6 million in Q2 2022 (Q2 2021: RM143.5 million). Excluding the share-based payments of RM0.5 million, the Industrial Division recorded a marginally higher pre-tax profit of RM4.1 million in Q2 2022 (Q2 2021: RM3.9 million) mainly due to more favourable sales mix and efficient cost management.

(ii) Polymer Engineering Division

The Polymer Engineering Division achieved a higher revenue of RM63.4 million in Q2 2022 (Q2 2021: RM56.4 million). Excluding the share-based payments of RM0.6 million, the Polymer Engineering Division recorded a higher pre-tax profit of RM4.7 million in Q2 2022 (Q2 2021: RM4.5 million) mainly due to the operational efficiency and growth in data storage, data memory and medical life sciences business operations.

(iii) Food Division

The Food Division recorded a higher revenue of RM24.3 million (Q2 2021: RM22.4 million) in Q2 2022. Excluding the share-based payments of RM0.2 million, the Food Division recorded a higher pre-tax profit of RM2.0 million (Q2 2021: RM1.0 million) in Q2 2022 mainly due to more favourable sales mix and efficient cost management.

14. Group's Financial Performance Review and Segmental Analysis (Cont'd)**(1) Current quarter compared with previous corresponding quarter (Cont'd)****(iv) Restaurant Division**

The Restaurant Division recorded a higher revenue of RM72.9 million (Q2 2021: RM40.0 million) in Q2 2022. Excluding the share-based payments of RM0.4 million, the Restaurant Division achieved a pre-tax profit of RM3.2 million (Q2 2021: pre-tax loss of RM9.3 million) in Q2 2022 mainly due to the strong rebound in consumer demand and better operational efficiency.

(v) Venture Business Division

The Venture Business Division achieved a higher revenue of RM2.6 million (Q2 2021: RM2.0 million) attributed to its conductive sheet business and consequently incurred a lower pre-tax loss of RM0.45 million (Q2 2021: RM0.51 million) in Q2 2022.

(2) Current six (6) months financial period compared with previous corresponding financial period

The Group achieved a revenue of RM609.0 million (YTD Q2 2021: RM527.9 million) in YTD Q2 2022. Excluding the share-based payments of RM2.4 million, the Group achieved a higher pre-tax profit of RM30.7 million (YTD Q2 2021: RM8.7 million) in YTD Q2 2022 due to the various factors as explained in the respective operating business segments as follows:

(i) Industrial Division

The Industrial Division achieved a lower revenue of RM277.6 million (YTD Q2 2021: RM280.5 million) in YTD Q2 2022. Excluding the share-based payments of RM0.5 million, the Industrial Division recorded a higher pre-tax profit of RM8.4 million (YTD Q2 2021: RM7.5 million) in YTD Q2 2022 mainly due to higher operational efficiency and favourable product mix.

(ii) Polymer Engineering Division

The Polymer Engineering Division achieved a higher revenue of RM130.3 million (YTD Q2 2021: RM110.5 million) in YTD Q2 2022. Excluding the share-based payments of RM0.6 million, the Polymer Engineering Division recorded a lower pre-tax profit of RM9.0 million (YTD Q2 2021: RM9.7 million) in YTD Q2 2022 mainly due to increased raw material costs.

(iii) Food Division

The Food Division achieved a higher revenue of RM61.6 million (YTD Q2 2021: RM40.7 million) in YTD Q2 2022. Excluding the share-based payments of RM0.2 million, the Food Division recorded a higher pre-tax profit of RM7.2 million (YTD Q2 2021: RM0.01 million) in YTD Q2 2022 mainly due to more favourable sales mix, favourable foreign exchange and efficient cost management.

(iv) Restaurant Division

The Restaurant Division recorded a higher revenue of RM144.5 million (YTD Q2 2021: RM98.3 million) in YTD Q2 2022. Excluding the share-based payments of RM0.4 million, the Restaurant Division recorded a pre-tax profit of RM9.5 million (YTD Q2 2021: pre-tax loss of RM6.2 million) in YTD Q2 2022 mainly driven by strong consumer spending following the uplift of dine-in restrictions and transition to endemic phase in Malaysia.

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD

14. Group’s Financial Performance Review and Segmental Analysis (Cont’d)

(2) Current six (6) months financial period compared with previous corresponding financial period

(v) Venture Business Division

The Venture Business Division achieved a higher revenue of RM4.7 million (YTD Q2 2021: RM4.2 million) mainly attributed to its conductive sheets business while the higher pre-tax loss of RM1.0 million (YTD Q2 2021: RM0.8 million) in YTD Q2 2022 was mainly due to higher product development costs.

15. Financial review for current quarter compared with immediate preceding quarter

The comparison of the Group’s revenue and profit for the current and the preceding quarters are as follows:

	Quarter 2	Quarter 1	Changes
	2022	2022	
	RM’000	RM’000	
Revenue	301,461	307,492	(1.96)
Operating profit excluding exceptional items	12,429	22,209	(44.04)
Profit before interest and tax	13,905	22,015	(36.84)
Profit before tax	9,479	18,850	(49.71)
Profit after tax	6,732	14,725	(54.28)
Profit attributable to owners of the Company	6,732	13,083	(48.54)

The Group achieved a revenue of RM301.5 million in the current quarter, representing a slight decrease of 1.96% compared to the preceding quarter. The Group’s pre-tax profit was 49.71% lower at RM9.5 million in the current quarter mainly due to lower contribution from Food and Restaurant Divisions. The Food Division’s results were affected by the fishing ban imposed by the Myanmar Government from April to June 2022 while the Restaurant Division’s performance was affected by a drop in its restaurant operations revenue during the Ramadhan period and higher finance costs related to the acquisition of 28% of the issued share capital of Sushi King Sdn. Bhd..

16. Prospects for 2022

The resurgence of COVID-19 infection, inflationary pressure amid rising food and energy prices and disrupted supply chains following the Russia-Ukraine war are threatening the global economic growth.

Nevertheless, the Board is cautiously optimistic that the overall prospect of the Group for the coming quarters will remain satisfactory mainly on the recovery of restaurant operation and additional strategic business initiatives to improve the bottom line.

17. Profit forecast

Not applicable as no profit forecast was published.

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD

18. Tax expense

The tax expense comprises:

	3 months ended		6 months ended	
	30 June		30 June	
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Current tax expense				
- current period	2,567	2,227	5,950	4,838
- prior period	-	128	1	133
	<u>2,567</u>	<u>2,355</u>	<u>5,951</u>	<u>4,971</u>
Deferred tax expense/ (income)				
- current period	180	(1,986)	921	(1,631)
- prior period	-	-	-	(300)
Tax expense	<u>2,747</u>	<u>369</u>	<u>6,872</u>	<u>3,040</u>

The effective tax rates were higher than the statutory tax rate mainly due to certain expenses which are not tax deductible.

19. Profit/ (loss) for the period

Profit for the period is arrived at after charging/ (crediting):

	3 months ended		6 months ended	
	30 June		30 June	
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Interest income	(247)	(45)	(411)	(106)
Interest expense on loans and borrowings	2,815	1,457	4,460	2,973
Interest expense on lease liabilities	1,611	1,029	3,131	2,147
Depreciation of property, plant and equipment	5,486	5,502	10,936	11,301
Depreciation of right-of-use assets	7,286	6,147	14,365	12,359
(Reversal of impairment loss)/ impairment loss on property, plant and equipment	(1)	64	(1)	(33)
(Reversal of impairment loss)/ impairment loss on trade receivables	(82)	23	(86)	(16)
Inventories written (back)/ down	(128)	(369)	150	(528)
Gain on disposal of property, plant and equipment	(689)	(91)	(790)	(415)
Gain on termination of leases	-	-	(14)	-
Property, plant and equipment written off	6	675	78	759
(Gain)/ loss on foreign exchange	(628)	166	(2,654)	(28)
Provision for Directors' retirement/ resignation benefits	195	175	423	420
Gain on deconsolidation of a subsidiary	(1,579)	-	(1,579)	-

20. Status of corporate proposals

As at 2 August 2022, being the latest practicable date, which is not earlier than 7 days from the date of issue of this quarterly report, there were no corporate proposals announced and pending completion, save for the following:

(A) Liquidation of PT. Sushi King Group Indonesia

On 13 November 2020, the Company announced that PT Sushi King Group Indonesia (“PTSK”), a limited liability company established under the laws of the Republic of Indonesia and owned by the following companies, had on 13 November 2020 obtained its shareholders’ approval to commence the liquidation process in accordance with the laws of the Republic of Indonesia (“Liquidation”):

- (a) Sushi King Sdn Bhd (“SKSB”)*, a 70.35% owned subsidiary of Sushi King Holdings Sdn Bhd, which in turn was a wholly-owned subsidiary of the Company; and
- (b) Sushi King (East Malaysia) Sdn Bhd (“SKEM”), a wholly-owned subsidiary of SKSB*.

On 20 June 2022, the Company announced that it has on 20 June 2022 received from its consultant in Indonesia the written notification dated 31 May 2022 from the Indonesian Ministry of Law and Human Rights that PTSK was officially liquidated on 31 May 2022.

Accordingly, the Liquidation of PTSK was completed on 31 May 2022.

Note:

* As at 2 August 2022, SKSB is a wholly-owned subsidiary of Sushi King Holdings Sdn Bhd, which in turn is a 97.80% owned subsidiary of the Company.

(B) Dissolution of Sushi King Company Limited

On 17 February 2022, the Company announced that Sushi King Company Ltd (“SKCL”), a wholly-owned subsidiary of Sushi King Sdn Bhd (“SKSB”)*, a 70.35% owned subsidiary of Sushi King Holdings Sdn Bhd (“SKHSB”) which in turn was a wholly-owned subsidiary of the Company, had on 17 February 2022 obtained its member’s approval to dissolve SKCL and submitted the relevant application to the Business Registration Office of the Department of Planning and Investment of Ho Chi Minh City for commencement of dissolution (“Dissolution”).

On 10 May 2022, the Company announced that it has on 10 May 2022 received the confirmation from its consultant in Vietnam that SKCL was officially dissolved on 9 May 2022.

Accordingly, the Dissolution of SKCL was completed on 9 May 2022.

Note:

* As at 2 August 2022, SKSB is a wholly-owned subsidiary of SKHSB, which in turn is a 97.80% owned subsidiary of the Company.

20. Status of corporate proposals (Cont'd)

(C) Proposed establishment of an Employees' Share Option Scheme ("ESOS") of up to 15% of the total number of issued shares of Texchem Resources Bhd ("TRB") (excluding treasury shares, if any)

On 15 March 2022, Mercury Securities Sdn Bhd ("Mercury Securities"), on behalf of the Board of Directors of the Company ("Board"), announced that the Company proposed to establish an Employees' Share Option Scheme of up to 15% of the total number of issued shares of TRB (excluding treasury shares, if any) for the eligible directors and employees of TRB and its subsidiaries (excluding subsidiaries which are dormant, if any) ("Proposed ESOS").

As at 16 March 2022, Mercury Securities on behalf of the Board announced that the application for the listing of and quotation for the new ordinary shares in TRB ("TRB shares") to be issued pursuant to the Proposed ESOS on the Main Market of Bursa Malaysia Securities Berhad ("Bursa Securities") has been submitted to Bursa Securities.

On 24 March 2022, Mercury Securities on behalf of the Board further announced that Bursa Securities has vide its letter dated 23 March 2022 resolved to approve the listing of such number of additional new TRB shares, representing up to 15% of the total number of issued shares of TRB (excluding treasury shares, if any), to be issued pursuant to the exercise of the ESOS options under the Proposed ESOS, subject to the following conditions:

- (i) Mercury Securities is required to submit a confirmation to Bursa Securities of full compliance of the Proposed ESOS pursuant to Paragraph 6.43(1) of the Main Market Listing Requirements of Bursa Securities and stating the effective date of implementation together with a certified true copy of the resolution passed by the shareholders in a general meeting approving the Proposed ESOS; and
- (ii) TRB is required to furnish Bursa Securities on a quarterly basis a summary of the total number of TRB shares listed pursuant to the issuance of new TRB shares under the Proposed ESOS as at the end of each quarter together with a detailed computation of listing fees payable.

An Extraordinary General Meeting was held on 22 April 2022 where TRB's shareholders approved the resolutions tabled in connection with the Proposed ESOS.

On 27 April 2022, Mercury Securities on behalf of the Board announced that the effective date of implementation of the ESOS was on 27 April 2022, being the date on which the Company was in full compliance with Paragraph 6.43(1) of the Main Market Listing Requirements of Bursa Securities.

On 29 April 2022, the Company announced that it has allocated 10,806,000 options pursuant to the ESOS at an exercise price of RM2.45 each to the eligible Directors and employees of TRB and its subsidiaries (excluding subsidiaries which are dormant, if any). On 1 June 2022, the Company announced that the vesting period of the ESOS options offered on 29 April 2022 has been varied with the agreement to all eligible persons to as follows:

Vesting period	No. of ESOS options
29 April 2022 – 26 April 2027	3,240,000
1 January 2023 – 26 April 2027	3,240,000
1 January 2024 – 26 April 2027	4,326,000
Total	10,806,000

During the quarter ended 30 June 2022, 1,445,000 new ordinary shares in the Company were issued and listed on the Main Market Bursa Securities pursuant to the exercise of options under the ESOS.

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD

21. Loans and borrowings

At 30 June 2022	Long term		Short term		Total borrowings	
	Foreign currency ('000)	RM Equivalent ('000)	Foreign currency ('000)	RM Equivalent ('000)	Foreign currency ('000)	RM Equivalent ('000)
<u>Unsecured</u>						
<u>Denominated in USD</u>						
Revolving credits	-	-	2,106	9,282	2,106	9,282
Trade financing	-	-	1,434	6,318	1,434	6,318
Term loans	-	-	-	-	-	-
<u>Denominated in THB</u>						
Trade financing	-	-	74,939	9,352	74,939	9,352
Hire purchase creditors	333	42	557	70	890	112
Term loans	-	-	4,500	562	4,500	562
<u>Denominated in SGD</u>						
Bank overdrafts	-	-	66	209	66	209
<u>Denominated in VND</u>						
Trade financing	-	-	50,028,293	9,455	50,028,293	9,455
Term loans	666,312	126	1,142,241	216	1,808,553	342
<u>Denominated in RM</u>						
Bank overdrafts	-	10,192	-	11,279	-	21,471
Revolving credits	-	9,400	-	54,400	-	63,800
Trade financing	-	-	-	68,199	-	68,199
Term loans	-	-	-	2,692	-	2,692
Hire purchase creditors	-	6,725	-	4,339	-	11,064
Total	-	26,485	-	176,373	-	202,858

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD

21. **Loans and borrowings (Cont'd)**

At 31 December 2021	Long term		Short term		Total borrowings	
	Foreign currency ('000)	RM Equivalent ('000)	Foreign currency ('000)	RM Equivalent ('000)	Foreign currency ('000)	RM Equivalent ('000)
Unsecured						
Denominated in USD						
Revolving credits	-	-	700	2,925	700	2,925
Trade financing	-	-	2,965	12,388	2,965	12,388
Term loans	45	188	41	171	86	359
Denominated in THB						
Trade financing	-	-	108,069	13,519	108,069	13,519
Hire purchase creditors	870	109	995	124	1,865	233
Term loans	1,500	188	6,001	751	7,501	939
Denominated in SGD						
Bank overdrafts	-	-	84	260	84	260
Denominated in VND						
Trade financing	-	-	30,143,802	5,516	30,143,802	5,516
Term loans	197,725	36	182,516	33	380,241	69
Denominated in RM						
Bank overdrafts	-	-	-	12,520	-	12,520
Revolving credits	-	-	-	52,000	-	52,000
Trade financing	-	-	-	50,350	-	50,350
Term loans	-	2,537	-	989	-	3,526
Hire purchase creditors	-	6,599	-	4,982	-	11,581
Total	-	9,657	-	156,528	-	166,185

Exchange rates applied

	At 30 June 2022	At 31 December 2021
USD/ RM	4.4070	4.178
THB/ RM	0.1248	0.1251
SGD/ RM	3.1675	3.0912
VND/ RM	0.000189	0.000183

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD

22. Derivative financial instruments

As at 30 June 2022, the Group has the following outstanding derivative financial instruments:

Type of Derivative	Contract/ Notional Value RM'000	Fair Value RM'000	Fair Value-Net Gain RM'000
Forward exchange contracts - Payables	9,204	9,308	104
			104

For the six months ended 30 June 2022, there have been no significant changes to the Group's exposure to credit risk, market risk and liquidity risk from the previous financial year. Also, there have been no changes to the Group's risk management objectives, policies and processes since the end of the last reporting period.

23. Gains and Losses arising from fair value changes of financial liabilities

There are no material gains and losses arising from the changes on the fair values of financial liabilities as all financial liabilities are measured at the amortised cost using the effective interest method.

24. Material impairment of assets

There was no material impairment of assets during the quarter under review and financial year to date.

25. Changes in material litigation

There was no material litigation against the Group as at 2 August 2022, being a date not earlier than 7 days from date of issue of this quarterly report.

26. Dividends

On 9 August 2022, the Company declared a first interim single tier dividend of 8 sen per share for the financial year ending 31 December 2022 which will be payable on 19 September 2022 to the depositors who are registered in the Record of Depositors at the close of business on 24 August 2022.

TEXCHEM RESOURCES BHD
PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD

27. Basic earnings per share

Basic profit per share of the Group is calculated by dividing the profit for the period attributable to the owners of the Company by the weighted average number of ordinary shares outstanding.

	3 months ended 30 June		6 months ended 30 June	
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Profit for the period attributable to owners of the Company	6,732	424	19,815	7,059
Weighted average number of ordinary shares for computing basic earnings per share*	118,074	120,571	118,074	120,571
Basic earnings per share (sen)	5.70	0.35	16.78	5.85
Weighted average number of ordinary shares for computing diluted earnings per share*	119,714	120,571	119,714	120,571
Diluted earnings per share (sen)	5.62	0.35	16.55	5.85

***Weighted average number of ordinary shares:**

In thousands of shares	30 June 2022	30 June 2021
Issued ordinary shares at 1 January	124,099	124,099
Effect of shares issued pursuant to ESOS	220	0
Effect of treasury shares held	(6,245)	(3,528)
Weighted average number of ordinary shares for computing basic earnings per share	118,074	120,571
Number of shares under ESOS deemed to have been issued for no consideration	1,640	0
Weighted average number of ordinary shares for computing diluted earnings per share	119,714	120,571

BY ORDER OF THE BOARD

YEOH SAW GAIK
GROUP CHIEF FINANCIAL OFFICER
Date: 9 August 2022