

S & F CAPITAL BERHAD
(Formerly known as Leweko Resources Berhad)
Company No. 200201000757 (568420-K)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021

	As At 30.06.2021 RM'000 (Unaudited)	As At 30.06.2020 RM'000 (Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	257	195
Land held for property development	23,917	23,557
Goodwill	1,816	1,816
Rights-of-use assets	145	255
Total non-current assets	26,135	25,823
Current Assets		
Prepayments	27	29
Inventories	13,985	14,228
Trade and other receivables	7,775	13,212
Contract assets	357	1,475
Current tax assets	30	29
Fixed deposits, cash and bank balances	7,543	850
Asset of a disposal group classified as held for sale		28,181
Total current assets	29,717	58,004
Total assets	55,852	83,828
EQUITY AND LIABILITIES		
Capital and Reserves		
Share capital	79,210	75,242
Warrants	15,447	2,900
Retained (losses)/profit	(35,511)	(26,369)
Equity attributable to owners of the Company	59,146	51,773
Non-controlling interests	(13,500)	(9,456)
Total equity	45,646	42,317
Non-Current Liabilities		
Lease liabilities	62	185
Deferred tax liabilities	1,805	1,805
Total non-current liabilities	1,867	1,990

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021
[CONTINUED]

	As At 30.06.2021 RM'000 (Unaudited)	As At 30.06.2020 RM'000 (Audited)
Current Liabilities		
Trade and other payables	8,113	19,068
Contract liabilities	99	204
Borrowings		272
Lease liabilities	124	118
Tax liabilities	3	
Liabilities of a disposal group classified as held for sale		19,859
Total current liabilities	8,339	39,521
Total liabilities	10,206	41,511
Total equity and liabilities	55,852	83,828
 Net Assets per Share (RM)	 0.08	 0.12

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*The accompanying Notes to Interim Financial Report form an integral part of the
 Condensed Consolidated Statement of Financial Position*

S & F CAPITAL BERHAD
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**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME**
FINANCIAL QUARTER ENDED 30 JUNE 2021
(UNAUDITED)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2021 RM'000	Preceding Year Corresponding Quarter 30.06.2020 RM'000 (Restated)	Current Year To Date 30.06.2021 RM'000	Preceding Year Corresponding Period 30.06.2020 RM'000 (Restated)
Revenue	4,014	10,432	26,847	14,915
Investment Revenue	21	1,379	51	1,373
Other gains and losses	(1,793)	(21)	125	-
Other operating income	6	(236)	8	331
Raw materials and consumables used	-	(24)	-	-
Employee benefits expenses	(301)	(615)	(955)	(1,935)
Depreciation of property, plant and equipment	(49)	(421)	(168)	(136)
Amortisation of intangible assets	-	(54)	-	-
Property development project recognised	-	(245)	-	(245)
Contract cost recognised	(4,410)	(8,646)	(25,831)	(14,100)
Other operating expenses	(117)	(1,476)	(2,732)	(15,768)
Acquisition of associate	-	(13,990)	-	-
Impairment loss on receivables	(8,022)	(3,966)	(8,022)	-
Gain on disposal of asset	1,672	-	1,677	-
Profit/(Loss) from operations	(8,979)	(17,883)	(9,000)	(15,565)
Finance costs	-	(12)	(21)	(12)
Profit/(Loss) before tax	(8,979)	(17,895)	(9,021)	(15,577)
Tax income/(expense)	(3)	(585)	(3)	-
Profit/(Loss) and total comprehensive income/ (loss) for the year from continuing operations	(8,982)	(18,480)	(9,024)	(15,577)
Loss and total comprehensive loss for the year from discontinued operations	-	-	(335)	(2,488)
Net Profit/(loss) and total comprehensive income/(loss) for the year	(8,982)	(18,480)	(9,359)	(18,065)
Owners of the Company				
- From continuing operations	(8,961)	(15,556)	(8,978)	(15,577)
- From discontinued	6	(322)	(165)	(1,589)
Non-controlling interest	(27)	(2,602)	(216)	(899)
	(8,982)	(18,480)	(9,359)	(18,065)
Basic/diluted Profit/(Loss)/profit per share attributable to owners of the Company (sen)				
Continuing operations	(1.63)	(4.33)	(1.63)	(4.77)
Discontinued operations	-	-	(0.03)	(0.49)

The accompanying Notes to Interim Financial Report form an integral part of the Condensed Consolidated Statement of Comprehensive Income

S & F CAPITAL BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FINANCIAL QUARTER ENDED 30 JUNE 2021
(UNAUDITED)

Attributable to owners of the Company

	Share Capital RM'000	Warrants Reserve RM'000	Retained Earnings RM'000	Non- controlling Interest RM'000	Total RM'000
2021					
Balance as of 1 July 2020	75,242	2,900	(26,369)	(9,456)	42,318
(Loss)/Profit and total comprehensive (loss)/income for the year			(9,142)	(217)	(9,359)
Non-controlling interest arising from acquisition of subsidiary					
Warrants exercised	4				4
Warrants expired	2,900	(2,900)			-
Dispose of subsidiary – Reclass of NCI				(3,827)	(3,827)
Rights Issue	1,064	15,447			16,511
Balance as of 30 June 2021	79,210	15,447	(35,511)	(13,499)	45,647
2020					
Balance as of 1 July 2019	63,877	5,265	(9,203)	4,884	64,824
Loss and total comprehensive loss for the year			(17,166)	(899)	(18,065)
NCI arising from acquisition of subsidiary				(13,441)	(13,441)
Warrants exercised	11,365	(2,365)			9,000
Balance as of 30 June 2020	75,242	2,900	(26,369)	(9,456)	42,318

The accompanying Notes to Interim Financial Report form an integral part of the Condensed Consolidated Statement of Changes in Equity

S & F CAPITAL BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FINANCIAL QUARTER ENDED 30 JUNE 2021
(UNAUDITED)

	Current Year To Date 30.06.2021 RM'000	Financial Year Ended 30.06.2020 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the financial period		
- Continuing operations	(9,356)	(15,577)
- Discontinued operation	-	(1,918)
Adjustments for:		
Amortisation of intangible assets	37	219
Bad debts written off	-	66
Depreciation of:		
- Property, plant and equipment	235	719
- Right-of-use assets	109	686
Gain on disposal of assets	(1,677)	(15)
Gain on disposal of property, plant and equipment		(199)
Gain through amortization of financial instruments		(1,365)
Impairment loss on receivables	8,022	
Liabilities from acquisition of subsidiary		13,989
Interest expenses	35	460
Interest income	(56)	(117)
Impairment loss on disposal assets		3,935
Operating profit/ (loss) before changes in working capital	(2,651)	899
Changes in working capital:		
(Increase)/ Decrease in:		
Inventories	(122)	(231)
Trade and other receivables	(2,045)	2,694
Contract assets		(3,061)
Prepayment	3	608
Property development projects	(360)	(40)
(Decrease)/ Increase in:		
Trade and other payables	(10,869)	(3,887)
Contract liabilities	4,712	(575)
Net cash generated from operations	(11,332)	(3,593)
Income tax paid	(112)	(311)
Interest received	56	7
Interest paid	(35)	(1)
Net cash used in operating activities	(11,423)	(3,899)

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FINANCIAL QUARTER ENDED 30 JUNE 2021

(UNAUDITED)
[CONTINUED]

	Current Year To Date 30.06.2021 RM'000	Financial Year Ended 30.06.2020 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and right-of-use assets	(90)	(559)
Proceeds from disposal of property, plant and equipment		237
Proceeds from disposal assets classified as held for sale		
Disposal of subsidiaries	1,290	168
Interest on fixed deposits received		95
Interest on short-term deposits received		14
Changes in pledged deposits		1,315
Advance to subsidiaries	(17)	
	1,183	1,272
Net cash generated from Investing Activities		
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	16,511	9,000
Proceeds from expiry of warrants	4	
Fixed deposits pledged to bank	414	
Repayment of term loans	(1,209)	
Drawdown of borrowings		(404)
Net repayment of lease liabilities	(131)	(734)
Net repayment of bankers' acceptances and trust receipts		(257)
Net repayment to directors	(616)	(4,409)
Advances from holding company	383	
Repayment to holding company		1,475
Interest paid		(459)
	15,356	4,211
Net cash generated from financing activities		
NET INCREASE IN CASH AND CASH EQUIVALENTS	5,116	1,584
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	2,427	843
	7,543	2,427
CASH AND CASH EQUIVALENTS AT END OF YEAR		
Cash and cash equivalents comprise:		
Bank and cash balances	1,026	436
Fixed deposits	6,517	414
	7,543	850
Fixed deposits pledged for banking facilities	-	(686)
Discontinued operation	-	2,263
	-	2,427

The accompanying Notes to Interim Financial Report form an integral part of the Condensed Consolidated Statement of Cash Flows

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NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 30 JUNE 2021

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with FRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The preparation of an interim financial report in conformity with FRS 134: Interim Financial Reporting, requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year-to-date basis. Actual results may differ from these estimates.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 30 June 2020. It contains unaudited condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2020. The condensed consolidated interim financial report and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with MFRSs.

2. Changes in Accounting Policies

Adoption of new MFRS, amendments/improvements to MFRSs and new IC Interpretation (“IC Int”)

The Group and the Company have adopted the following new MFRS, amendments/improvements to MFRSs and new IC Int that are mandatory for the current financial year:

New MFRS

MFRS 16	Leases
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Amendments/Improvements to MFRSs

MFRS 3	Business Combinations
MFRS 9	Financial Instruments
MFRS 11	Joint Arrangements
MFRS 112	Income Taxes
MFRS 119	Employee Benefits
MFRS 123	Borrowing Costs
MFRS 128	Investments in Associates and Joint Ventures

New IC Int

IC Int 23	Uncertainty over Income Tax Treatments
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The adoption of the above new MFRS, amendments/improvements to MFRSs and new IC Int did not have any significant effect on the financial statements of the Group and of the Company, and did not result in significant changes to the Group’s and the Company’s existing accounting policies, except for those as discussed below.

MFRS 16 Leases

Effective 1 January 2019, MFRS 16 has replaced MFRS 117 *Leases* and IC Int 4 *Determining whether an Arrangement contains a Lease*.

Under MFRS 117, leases are classified either as finance leases or operating leases. A lessee recognises on its statements of financial position assets and liabilities arising from finance leases. For operating leases, lease payments are recognised as an expense on a straight-line basis over the lease term unless another systematic basis is more representative of the time pattern of the user’s benefit.

MFRS 16 eliminates the distinction between finance and operating leases for lessees. Instead, all leases are brought onto the statements of financial position except for short-term and low value asset leases.

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NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 30 JUNE 2021

Adoption of new MFRS, amendments/improvements to MFRSs and new IC Interpretation (“IC Int”) (continued)

MFRS 16 Leases (continued)

The Group and the Company have applied MFRS 16 using the modified retrospective approach and the adoption of the MFRS 16 does not have any impact to the opening balance of retained earnings at the date of initial application (i.e. 1 July 2019). The comparative information was not restated and continues to be reported under MFRS 117 and IC Int 4.

Definition of a lease

MFRS 16 changes the definition of a lease mainly to the concept of control. MFRS 16 defines that a contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Control is conveyed where the customer has both the right to direct the use of the identified asset and to obtain substantially all the economic benefits from that use.

The Group has elected the practical expedient not to reassess whether a contract contains a lease at the date of initial application. Accordingly, the definition of a lease under MFRS 16 was applied only to contracts entered or changed on or after 1 July 2019. Existing lease contracts that are still effective on 1 July 2019 will be accounted for as lease contracts under MFRS 16.

Impact of the adoption of MFRS 16

The application of MFRS 16 resulted in changes in accounting policies and adjustments to the amounts recognised in the financial statements as at the date of initial application. Other than the enhanced new disclosures relating to leases, which the Group has complied with in the current financial year, the application of this standard does not have any significant effect on the financial statements of the Group, except for those as discussed below.

(i) Classification and measurement

As a lessee, the Group previously classified leases as operating or finance leases based on its assessment of whether the lease transferred significantly all the risks and rewards incidental to ownership of the underlying asset to the Group.

On adoption of MFRS 16, for all their leases other than short-term and low value asset leases, the Group:

- recognised the right-of-use assets and lease liabilities in the statements of financial position as at the date of initial application;
- recognised depreciation of right-of-use assets and interest on lease liabilities in profit or loss for the current financial year; and
- separated the total amount of cash paid for leases into principal and interest portions (presented within financing activities) in the statements of cash flows for the current financial year.

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NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 30 JUNE 2021

Adoption of new MFRS, amendments/improvements to MFRSs and new IC Interpretation (“IC Int”) (continued)

MFRS 16 Leases (continued)

Impact of the adoption of MFRS 16 (continued)

(i) Classification and measurement (continued)

For leases that were classified as operating lease under MFRS 117

The lease liabilities were measured at the present value of the remaining lease payments, discounted using the Group’s incremental borrowing rate at the date of initial application.

The right-of-use assets were measured at either:

- (a) their carrying amount as if MFRS 16 had been applied since the commencement date, discounted using the Group’s and Company’s incremental borrowing rate at the date of initial application. The Group and the Company applied this approach to its largest property leases: or
- (b) an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments. The Group and the Company applied this approach to all other leases.

The Group also applied the following practical expedients wherein they:

- (a) applied a single discount rate to a portfolio of leases with similar characteristics;
- (b) adjusted the right-of-use assets by the amount of MFRS 137 onerous contract provision immediately before the date of initial application, as an alternative to an impairment review;
- (c) applied the exemption not to recognise right-to-use assets and liabilities for leases which the lease term ends within 12 months of the date of initial application;
- (d) excluded initial direct costs from measuring the right-of-use assets at the date of initial application; and
- (e) used hindsight when determining the lease term if the contract contains options to extend or terminate the lease.

For leasehold lands that were classified as property, plant and equipment under MFRS 116

The Group had recognised the carrying amount of the leasehold lands under MFRS 116 as the carrying amount of the right-of-use assets at the date of initial application. The measurement requirements of MFRS 16 are applied after that date.

(ii) Short-term lease and low value assets

The Group and the Company have elected not to recognise right-of-use assets and lease liabilities for short-term leases of premises and office equipment that have a lease term of 12 months or less. The Group and the Company recognise the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

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NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 30 JUNE 2021

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial period ended 30 June 2020 was not qualified.

4. Seasonality or Cyclical Factors

The Group's performance is affected by the movement control orders due to the outbreak of Covid-19 pandemic.

5. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current financial quarter.

6. Changes in Estimates

There were no changes in estimates of amounts reported in the prior financial quarter or prior financial years that have had a material effect in the current financial quarter.

7. Debt and Equity Securities

As at 29 December 2019, the Group has completed an equity securities exercise with the rights issue of 183,455,525 new ordinary shares and 220,146,630 new warrants.

8. Dividends Paid

No dividends have been paid during the current financial year to date.

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NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 30 JUNE 2021

9. Segmental Information

The Group is organised into the following operating divisions:

- Properties and construction : property investment holding, property development, construction of houses, building and other contract works.
- Others : investment holding and provision of management and corporate services.

(a) Segment Revenue

	Current Financial Quarter			Current Financial Year To Date		
	External RM'000	Intersegment RM'000	Total RM'000	External RM'000	Intersegment RM'000	Total RM'000
Properties and construction	4,041	4	4,018	26,847	14	26,861
Others		150	150		600	600
	<u>3,870</u>	<u>154</u>	<u>4,168</u>	<u>26,847</u>	<u>614</u>	<u>27,461</u>
Inter-segment elimination			<u>(154)</u>			<u>(614)</u>
			<u><u>4,014</u></u>			<u><u>26,847</u></u>

(b) Segment Results

	RM'000	RM'000
Properties and construction	(8,480)	(8,650)
Others	(499)	(350)
	<u>(8,979)</u>	<u>(9,000)</u>
Finance costs	-	(21)
Profit/(Loss) before tax from continuing operations	(8,979)	(9,021)
Tax expense	(3)	(3)
Profit/(loss) after tax	<u>(8,982)</u>	<u>(9,024)</u>
Loss from discontinued operation	-	(335)
Net profit/(loss)	<u><u>(8,982)</u></u>	<u><u>(9,359)</u></u>

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NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 30 JUNE 2021

10. Valuations of Property, Plant and Equipment

There were no valuations of property, plant and equipment brought forward from the previous annual financial statements. The property, plant and equipment are stated at their historical cost less accumulated depreciation.

11. Material Events Subsequent to the End of the Current Financial Quarter

There were no material events subsequent to the end of the current financial quarter which has not been reflected in the interim financial report.

12. Changes in the Composition of the Group

The Group has disposed 51.0% of the equity interest in Dura Technology Sdn Bhd on 21 August 2020. Dura Technology Sdn Bhd is no longer a subsidiary of Leweko Group.

13. Changes in Contingent Liabilities and Contingent Assets

There were no material changes in the contingent liabilities or contingent assets since the end of the last financial period.

14. Capital Commitments

Capital commitments as at the end of the current financial quarter are as follow:

	Approved and contracted for RM'000
Property, plant and equipment	-

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NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 30 JUNE 2021

15. Performance Review

Group and Segment Analysis for Continuing Operations

For the Quarter

3 months ended	30.06.2021	30.06.2020	Changes	
	RM'000	RM'000	RM'000	%
Revenue				
Properties and construction	4,014	7,770	(3,756)	-
Others			-	-
	4,014	7,770	(3,756)	-
Segment results				
Properties and construction	(8,480)	340	(8,820)	-
Others	(499)	(17,594)	17,095	97
Profit/(Loss) from operations	(8,979)	(17,254)	8,275	(48)
Finance costs	-	(12)	12	100
Profit/(Loss) before tax	(8,979)	(17,266)	8,287	(48)
Tax expense	(3)	-	(3)	-
Gain/ (Loss) from discontinued operations	-	(631)	631	-
Profit/(Loss) after tax	(8,982)	(17,897)	8,915	(50)
Profit/ (Loss) attributable to owners of the Company				
- From continuing operations	(8,961)	(14,973)	6,012	(40)
- From discontinued	6	(322)	328	(102)
Non-controlling interest	(27)	(2,602)	2,575	(99)
	(8,982)	(17,897)	8,915	(50)

The Group's continuing operation registered a total revenue of RM4.01 million in this quarter compared to RM7.77 million revenue in last year corresponding quarter. The lower revenue in this quarter was due to the total lockdown at Selangor area where our projects are located which resulted to almost nil revenue for the month of June 2021. The loss of RM8.48 million in this quarter in the segment of properties and construction was mainly due to the impairment of a receivable owing by Kampung Kenayat. The loss of RM0.50 million in this quarter in the segment of others was mainly due to the adjustment of profit recognised in earlier quarters for the disposal of Dura.

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NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 30 JUNE 2021

16. Explanatory comments on Any Material Change in the Profit Before Taxation for the Quarter Reported on as Compared with the Immediate Preceding Quarter

Fourth Quarter 2021 vs Third Quarter 2021

	Current Quarter	Immediate	Changes	
	30.06.2021	Preceding Quarter 31.03.2021	RM'000	%
	RM'000	RM'000	RM'000	%
Revenue				
Properties and construction	4,014	7,820	(3,806)	(49)
Others			-	-
	<u>7,870</u>	<u>7,820</u>	<u>50</u>	<u>1</u>
Segment results				
Properties and construction	(8,480)	(480)	(8,000)	(1,667)
Others	(499)	(318)	(181)	57
			-	-
Profit/(Loss) from operations	(8,979)	(798)	(8,181)	(1,025)
Finance costs		(7)	7	100
Profit/(Loss) before tax	(8,979)	(805)	(8,174)	(1,015)
Tax expense	(3)	-	(3)	-
(Loss)/Profit after tax	(8,982)	(805)	(8,177)	(1,016)
Loss from discontinued operations	-	-	-	-
	<u>(8,982)</u>	<u>(805)</u>	<u>(8,177)</u>	<u>(1,016)</u>

The Group's continuing operation registered a revenue of RM4.01 million compared to a revenue of RM7.82 million in the preceding quarter in the segment of properties and constructions. The lower revenue in this quarter was due to the total lockdown at Selangor area where our projects are located which resulted to almost nil revenue for the month of June 2021. The Group's losses from operations in this quarter compared to the preceding quarter were due to the impairment of a receivable owing by Kampung Kenayat.

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NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 30 JUNE 2021

17. Commentary on Prospects

In addition to the ongoing construction projects, we have also been actively participating in tendering for new construction projects. To compete with other established construction companies, the management has identified a few suitable strategic partners (with established track record) to jointly bid for construction projects.

In respect of our property division, our sales and marketing team had appointed local agents to source buyers for the shop lots at Pusat Perdagangan Tasek Indra and Pusat Bandar Ampang in Ipoh.

Apart from the Proposed Development Project, our management is also sourcing for commercially viable and sizeable land banks or development rights located in Wilayah Persekutuan, Perak and Selangor. We may also explore entering into strategic partnerships with suitable partners to acquire and jointly develop these landbanks/ development rights.

As at 29 December 2020, the Group has completed the rights issue exercise which has raised RM16.51 million. The fund-raising exercise will allow the Company to preserve funds for its construction and property division and at the same time provide the management the flexibility and control of the Group's internally-generated funds while reducing its reliance on conventional bank borrowings.

18. Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax with profit forecast and shortfall in profit guarantee are not applicable.

19. Tax Expense

	Current Financial Quarter	Current Financial Year To Date
	RM'000	RM'000
Income tax		
Current financial period		-
Over provision in prior year		
		<hr/>
Deferred taxation		
Current financial period	(3)	(3)
Provision in prior year		
	<hr/>	<hr/>
	(3)	(3)

20. Profits/(Losses) on Sale of Unquoted Investments and/or Properties

There were no disposals of unquoted investments and/or properties during the current financial quarter.

21. Quoted Securities

- (a) There were no purchases or disposals of quoted securities during the current financial quarter.
- (b) The Group has no quoted securities as at the end of the current financial quarter.

S & F CAPITAL BERHAD
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NOTES TO INTERIM FINANCIAL REPORT
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22. Status of Corporate Proposals

There were no corporate proposals announced.

23. Borrowings and Debt Securities

	30.06.2021	30.06.2020
	RM'000	RM'000
Secured		
Short term borrowings	34	272
	34	272

All of the above borrowings are denominated in Malaysian Ringgit.

24. Off Balance Sheet Financial Instruments

The Group has no off balance sheet financial instruments as at 29 September 2021.

25. Changes in Material Litigations

The Group has no material litigations as at 29 September 2021.

26. Related Party Transactions

	Current Financial Quarter RM'000	Current Financial Year To Date RM'000
Contract awarded by S & F Construction, a company in which certain directors of the Company have interests.	4,127	26,232
Contract cost payable to S & F Construction, a company in which certain directors of the Company have interests.	(381)	(8,608)

27. Basic/Diluted (Loss)/Profit Per Share

	Current Financial Quarter RM'000	Current Financial Year To Date RM'000
Net profit attributable to owners of the Company	(8,967)	(8,983)
Weighted average number of ordinary shares in issue ('000)	550,366	550,366
Basic/diluted loss per share (sen)	(1.63)	(1.66)

28. Dividends Payable

No interim dividend has been declared or recommended for the current financial quarter.

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29. Utilisation of Proceeds Raised from Rights Issue

The gross proceeds raised on 29 December 2021 from the Rights Issue amounting to RM16.51 million is intended to be utilised in the following manner:

Details of utilisation		Proposed utilisation	Actual utilisation	Timeframe for utilisation
		RM'000	RM'000	
(i)	Funding for existing and/ or future construction projects	7,000	7,000	Within 12 months
(ii)	Acquisition of new land bank for property development	6,000	-	Within 24 months
(iii)	Working capital	2,733	2,733	Within 12 months
(iv)	Estimated expenses for the Rights Issue	778	738	Within 1 month
		16,511	10,471	

The utilisation of the proceeds as disclosed above should be read in conjunction with the Abridged Prospectus of the Company dated 2 December 2020.

By order of the Board,
 Chong Lay Kim
 Yeng Shi Mei

Company Secretaries
 29 September 2021