

PRESS METAL ALUMINIUM HOLDINGS BERHAD

Registration No. 201601027232 (1198171-H)

CONDENSED CONSOLIDATED INCOME STATEMENT

For the period ended 30 June 2021

	2nd Quarter 3 months ended			Period-to-date 6 months ended		
	30.06.2021 RM'000	30.06.2020 RM'000	Changes %	30.06.2021 RM'000	30.06.2020 RM'000	Changes %
Revenue	2,639,871	1,730,551	52.5	4,741,540	3,560,567	33.2
Operating expenses	(2,229,123)	(1,562,230)	42.7	(3,993,626)	(3,209,695)	24.4
Other operating expenses	(2,436)	(7,450)	(67.3)	(15,803)	(6,129)	157.8
Profit from operations	408,312	160,871	153.8	732,111	344,743	112.4
Net finance costs	(39,507)	(38,266)	3.2	(77,828)	(80,768)	(3.6)
Share of profit from associates	8,006	2,311	246.4	10,760	4,557	136.1
Profit before tax	376,811	124,916	201.7	665,043	268,532	147.7
Taxation	<i>B5</i> (39,704)	(8,638)	359.6	(69,342)	(21,999)	215.2
Profit for the period	337,107	116,278	189.9	595,701	246,533	141.6
Attributable to :						
Equity holders of the parent	255,581	90,065	183.8	461,299	192,630	139.5
Non-controlling interest	81,526	26,213	211.0	134,402	53,903	149.3
	337,107	116,278	189.9	595,701	246,533	141.6
Basic earnings per share (sen)	<i>B11</i> 3.16	1.12	183.4	5.71	2.39	139.5

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2020.

PRESS METAL ALUMINIUM HOLDINGS BERHAD

Registration No. 201601027232 (1198171-H)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period ended 30 June 2021

	2nd Quarter 3 months ended			Period-to-date 6 months ended		
	30.06.2021 RM'000	30.06.2020 RM'000	Changes %	30.06.2021 RM'000	30.06.2020 RM'000	Changes %
Profit for the period	337,107	116,278	189.9	595,701	246,533	141.6
Other comprehensive income/(expense), net of tax						
-Foreign currency translation differences for foreign operations	1,215	52,256	(97.7)	27,109	(50,020)	(154.2)
-Cash flow hedge	(349,335)	(33,476)	943.5	(944,110)	(435,244)	116.9
Total comprehensive (expense)/income for the period	(11,013)	135,058	(108.2)	(321,300)	(238,731)	34.6
Attributable to :						
Equity holders of the parent	(51,923)	123,647	(142.0)	(345,491)	(229,153)	50.8
Non-controlling interest	40,910	11,411	258.5	24,191	(9,578)	(352.6)
	(11,013)	135,058	(108.2)	(321,300)	(238,731)	34.6

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2020.

PRESS METAL ALUMINIUM HOLDINGS BERHAD

Registration No. 201601027232 (1198171-H)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2021

	<i>Note</i>	As at 30.06.2021 RM'000	As at 31.12.2020 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		6,728,414	6,448,313
Right-of-use assets		526,586	536,305
Investment properties		50,671	49,941
Intangible assets		64,174	63,922
Investments in associates		1,270,195	975,396
Other investments		1,803	1,803
Derivative financial assets		96,416	399,272
Deferred tax assets		21,119	1,353
Other receivables & prepayments		9,172	9,800
Total non-current assets		8,768,550	8,486,105
Current assets			
Inventories		1,886,046	1,562,478
Trade receivables		955,747	749,306
Other receivables, deposits and prepayments		401,999	350,681
Contract assets		66	789
Derivative financial assets		20,597	90,963
Current tax assets		2,854	1,895
Deposits, cash and bank balances		368,907	692,205
Total current assets		3,636,216	3,448,317
Total assets		12,404,766	11,934,422
EQUITY			
Equity attributable to equity holders of the parent			
Share capital		1,088,487	1,088,487
Reserves		(649,632)	150,875
Retained earnings		3,105,915	2,755,663
		3,544,770	3,995,025
Non-controlling interest		912,772	894,864
Total equity		4,457,542	4,889,889
LIABILITIES			
Non-current liabilities			
Long term borrowings	<i>B7</i>	3,330,844	3,303,348
Derivative financial liabilities		190,063	134,665
Deferred tax liabilities		350,269	317,558
Provisions		187,933	206,235
Lease liabilities		207,580	219,236
Total non-current liabilities		4,266,689	4,181,042
Current liabilities			
Trade payables		750,847	785,438
Other payables and accruals		309,220	256,385
Provisions		9,599	9,582
Contract liabilities		256	290
Derivative financial liabilities		701,457	178,215
Overdraft & short term borrowings	<i>B7</i>	1,874,346	1,600,589
Lease liabilities		25,717	25,238
Current tax liabilities		9,093	7,754
Total current liabilities		3,680,535	2,863,491
Total liabilities		7,947,224	7,044,533
Total equity and liabilities		12,404,766	11,934,422
Net assets per share (RM)*		0.44	0.49

* Adjusted for the effect of bonus issue completed in April 2021

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2020.

PRESS METAL ALUMINIUM HOLDINGS BERHAD

Registration No. 201601027232 (1198171-H)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 30 June 2021

	Attributable to equity holders of the parent				Total	Non-controlling Interest	Total Equity
	Share Capital	Translation Reserve	Hedging Reserve	Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2020	1,088,487	30,248	92,504	2,454,776	3,666,015	813,701	4,479,716
Exchange differences	-	(50,415)	-	-	(50,415)	395	(50,020)
Cash flow hedge	-	-	(371,367)	-	(371,367)	(63,877)	(435,244)
Proposed dividend							
- Fourth interim 2019	-	-	-	(50,476)	(50,476)	-	(50,476)
- First interim 2020	-	-	-	(40,381)	(40,381)	-	(40,381)
Net profit for the period	-	-	-	192,630	192,630	53,903	246,533
At 30 June 2020	1,088,487	(20,167)	(278,863)	2,556,549	3,346,006	804,122	4,150,128
At 1 January 2021	1,088,487	51,002	99,873	2,755,663	3,995,025	894,864	4,889,889
Exchange differences	-	27,545	-	-	27,545	(436)	27,109
Cash flow hedge	-	-	(828,052)	-	(828,052)	(116,058)	(944,110)
Proposed dividend							
- Fourth interim 2020	-	-	-	(50,476)	(50,476)	-	(50,476)
- First interim 2021	-	-	-	(60,571)	(60,571)	-	(60,571)
Net profit for the period	-	-	-	461,299	461,299	134,402	595,701
At 30 June 2021	1,088,487	78,547	(728,179)	3,105,915	3,544,770	912,772	4,457,542

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2020.

PRESS METAL ALUMINIUM HOLDINGS BERHAD

Registration No. 201601027232 (1198171-H)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 30 June 2021

	6 months ended	
	30.06.2021	30.06.2020
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	665,043	268,532
<i>Adjustments for:</i>		
Depreciation of property, plant and equipment	187,914	207,948
Finance income	(2,771)	(3,082)
Finance costs	80,599	83,850
Share of profit of equity accounted associates, net of tax	(10,760)	(4,557)
Gain on disposal of property, plant and equipment	(163)	(136)
Property, plant and equipment written off	1,066	4,779
Unrealised foreign exchange loss/(gain)	5,821	(18,196)
Operating profit before changes in working capital	926,749	539,138
Changes in working capital		
Inventories	(123,567)	32,404
Trade and other receivables	(141,753)	317,200
Trade and other payables	(30,430)	(81,616)
Cash generated from operations	630,999	807,126
Income tax paid	(16,059)	(4,310)
Net cash from operating activities	614,940	802,816
Cash flows from investing activities		
Acquisition of property, plant and equipment	(733,615)	(645,240)
Finance costs for capital expenditures	(33,494)	(16,281)
Acquisition of an associate	(284,469)	(667,782)
Dividend received from an associate	430	1,074
Proceeds from disposal of property, plant and equipment	1,297	2,292
Interest received from an associate	890	890
Interest received from fixed deposits	1,881	2,192
Net cash used in investing activities	(1,047,080)	(1,322,855)
Cash flows from financing activities		
Dividend paid to shareholders of the Company	(90,856)	(50,476)
Net drawdown of banking facilities	378,034	755,144
(Decrease)/Increase in amount due to an associate	(416)	8,385
Interest paid on loans and borrowings	(80,599)	(83,850)
Payment of lease liabilities	(13,721)	(10,169)
Net cash from financing activities	192,442	619,034
Net cash flows (used in)/ from operating, investing and financing activities	(239,698)	98,995
Exchange differences on translation of the financial statements of foreign operations	29,467	9,659
Net (decrease)/increase in cash and cash equivalents	(210,231)	108,654
Effect of exchange rate fluctuations on cash held	7,724	3,335
Cash and cash equivalents at 1 January	553,384	360,780
Cash and cash equivalents at 30 June	350,877	472,769

PRESS METAL ALUMINIUM HOLDINGS BERHAD

Company No. 201601027232 (1198171-H)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)

For the period ended 30 June 2021

Cash and cash equivalents

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

	6 months ended	
	30.06.2021	30.06.2020
	RM'000	RM'000
Deposits (exclude deposits pledged)	4,591	31,996
Cash and bank balances	346,291	440,997
Bank overdrafts	(5)	(224)
	<hr/>	<hr/>
	350,877	472,769

Deposits, cash and bank balances

	6 months ended	
	30.06.2021	30.06.2020
	RM'000	RM'000
Deposits placed with licence banks	22,616	53,581
Cash and bank balances	346,291	440,997
	<hr/>	<hr/>
	368,907	494,578

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2020.

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

A1. Basis of preparation

The condensed consolidated interim financial statements of the Group have been prepared in accordance with Malaysian Financial Reporting Standards (MFRSs) 134: Interim Financial Reporting, paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, International Financial Reporting Standards and the Companies Act 2016 in Malaysia.

Significant Accounting Policies

The accounting policies adopted in these condensed consolidated interim financial statements are consistent with those adopted for the financial year ended 31 December 2020, except for the adoption of the following Amendments and Annual Improvements to Standards which are effective for the annual periods beginning on or after 1 January 2021.

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2021

- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement*, MFRS 7, *Financial Instruments: Disclosures*, MFRS 4, *Insurance Contracts* and MFRS 16, *Leases – Interest Rate Benchmark Reform – Phase 2*

The adoption of the above, amendments do not have any material impact to the Group.

The following are accounting standards, amendments and interpretations that have been issued by Malaysian Accounting Standards Board but have not been adopted by the Group:

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 April 2021

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

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

A1. Basis of preparation - cont'd

The following are accounting standards, amendments and interpretations that have been issued by Malaysian Accounting Standards Board but have not been adopted by the Group: - *cont'd*

MFRSs, interpretations 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 Example 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)*

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

- MFRS 17, *Insurance Contracts*
- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current and Disclosure 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*

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

A1. Basis of preparation - cont'd

MFRSs, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group plans to apply the abovementioned accounting standards, interpretations and amendments:

- from the annual period beginning on 1 January 2022 for the amendments that are effective for annual periods beginning on or after 1 April 2021 and 1 January 2022, except for MFRS 1 and MFRS 141 which are not applicable to the Group.
- from the annual period beginning on 1 January 2023 for the accounting standard and amendments that are effective for annual periods beginning on or after 1 January 2023, except for MFRS 17 which is not applicable to Group.

A2. Auditors' report

The auditors' report of the audited financial statements for the financial year ended 31 December 2020 was not subject to any qualification.

A3. Seasonal or cyclical factors

The business of the Group was not affected by any significant seasonal or cyclical factors.

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

A4. Extraordinary and exceptional items

There were no other unusual items affecting assets, liabilities, equity, net income or cash flow during the financial quarter under review.

A5. Changes in estimates

There were no changes in estimates during the financial quarter under review and financial period-to-date.

A6. Debt and equity securities

The Company has on 21 April 2021, completed a bonus issue of 4,038,109,539 bonus shares on the basis of one (1) bonus share for every one (1) existing share of the Company.

Save as the above, there were no other debt and equity securities issued during the current financial period-to-date.

A7. Dividends paid

	<u>Tax exempt</u> <u>(sen per share)</u>	<u>Total amount</u> <u>(RM'000)</u>	<u>Date of</u> <u>payment</u>
Fourth interim 2020	1.25	50,476	31.03.2021
First interim 2021	0.75	60,571	02.07.2021

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

A8. Segmental information

Segmental information is presented in respect of the Group's business segments.

The Group comprises the following main business segments:

(i) Smelting

Manufacturing and marketing of upstream aluminium products.

(ii) Extrusion

Manufacturing and trading of downstream aluminium extrusion products.

(iii) Refinery

Refinery of alumina.

(iv) Contracting and others

Contracting of aluminium and stainless steel products.

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

A8. Segmental information - (cont'd)

<i>Business Segments</i>						
<i>RM'000</i>	Smelting	Extrusion	Refinery	Contracting and others	Elimination	Total
Revenue from external customers	3,739,434	824,703	153,984	23,419	-	4,741,540
Inter-segment revenue	331,777	947,992	-	-	(1,279,769)	-
Total revenue	4,071,211	1,772,695	153,984	23,419	(1,279,769)	4,741,540
Segment results	667,296	29,630	31,008	4,177		732,111
Share of associates' profit						10,760
Net finance costs						(77,828)
Profit before tax						665,043
Taxation						(69,342)
Profit after tax						595,701
<i>Geographical Segments</i>						
<i>RM'000</i>	Malaysia	Asia Region	Europe Region	American Region	Elimination	Total
Revenue from external customers	4,917,700	766,884	194,616	142,109	(1,279,769)	4,741,540
Segment assets by location	15,124,803	2,781,206	203,874	71,030	(7,046,342)	11,134,571
Investments in associates	113,070	1,157,125	-	-	-	1,270,195
	15,237,873	3,938,331	203,874	71,030	(7,046,342)	12,404,766

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

A9. Valuation of property, plant and equipment

There was no revaluation of property, plant and equipment brought forward from the previous audited financial statements, as the Group does not adopt a revaluation policy on its property, plant and equipment.

A10. Material events subsequent to the balance sheet date

There were no material events subsequent to the end of the financial period to the date of issue of this report.

A11. Changes in the composition of the Group

There were no significant changes in the composition of the Group for the current financial quarter under review.

A12. Contingent liabilities and contingent assets

There were no material changes in contingent liabilities and contingent assets as at the date of this quarterly report.

A13. Capital commitments

As at 30 June 2021, the Group has the following known commitments:

	RM'000
Authorised property, plant and equipment expenditure not provided for in the financial statements	100,000
	=====

A14. Related party transactions

	6 months ended
	30.06.2021
<u>The Group</u>	RM'000
With the affiliated companies – PMB Technology Berhad Group:-	
- Sales of aluminium products	9,240
- Purchase of silicon, fabricated aluminium products and building materials	9,477
	=====

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

Disclosure requirements per Bursa Malaysia Securities Berhad's Listing Requirements – Part A of Appendix 9B

Review of performance

B1. Q2 2021 vs Q2 2020

The Group recorded a revenue of RM2.64 billion in Q2 2021 as compared to RM1.73 billion in Q2 2020. Revenue increased by RM909.32 million or 52.5% mainly due to the higher aluminium price during the current year quarter under review.

In tandem with the higher revenue, the Group's profit before tax ("PBT") has also increased by RM251.89 million or 201.7% from RM124.92 million in Q2 2020 to RM376.81 million in Q2 2021.

B2. Q2 2021 vs Q1 2021

The Group's PBT in Q2 2021 of RM376.81 million was higher than the immediate preceding quarter's RM288.23 million. PBT increased by RM88.58 million or 30.7% mainly due to the higher realised aluminium price.

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

B3. Current year's prospects

Global demand for aluminium, especially billets, increased substantially during the first half of the year compared to the same period of the preceding year. Aluminium price on the London Metal Exchange continues to be resilient at the current level of above USD2,500 per tonne.

We continued to operate under a reduced workforce environment during this pandemic situation. Thus, our production volume was not optimised. The pace of our Phase 3 ramp-up decelerated accordingly as we put in place precautionary measures to safeguard our employees. Amid these challenges, full commissioning is still expected in the fourth quarter of 2021 and our production volume will increase progressively in tandem. As Malaysia moves toward full vaccination soon, we look forward to a normalised working environment hence higher operation efficiency. Moving forward to 2022, we will be on a stronger footing with higher production volume from Phase 3, healthy aluminium prices and anticipated economic rebuilding.

Barring unforeseen circumstances, the Board expects the Group to achieve a satisfactory result for this financial year.

B4. Profit forecast

Not applicable as no profit forecast was published.

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

B5. Taxation

Taxation comprises the following:

	6 months ended 30.06.2021 <i>RM'000</i>
Malaysian income tax	3,791
Foreign tax	12,648
Deferred tax	52,903

	69,342
	=====

The effective tax rate of the Group was lower than the prevailing statutory tax rate due to the tax incentives granted to its subsidiaries.

B6. Status of Corporate Proposals Announced and Pending Completion

There were no other Corporate Proposals announced and pending completion during the financial quarter.

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

B7. Group Borrowings and Debt Securities as at 30 June 2021

	Secured (RM'000)	Unsecured (RM'000)	Total (RM'000)
Long term	921,771	2,409,073	3,330,844
Short term	56,091	1,818,255	1,874,346
	-----	-----	-----
	977,862	4,227,328	5,205,190
	=====	=====	=====

Borrowings that are denominated in foreign currencies amounting to RM4,745 million are as follows: -

<u>Currency</u>		As at 30.06.2021 <u>RM'million</u>
US Dollar	USD	4,502
Renminbi	RMB	178
Pound Sterling	GBP	56
Australian Dollar	AUD	9

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

B8. Derivative Financial Instruments

(a) Details of derivative financial instruments

Details of derivative financial instruments that are outstanding as at 30 June 2021 are as follows:

	Nominal value RM'000	Fair value assets/(liabilities) RM'000
Commodity swaps		
- Less than 1 year	4,724,313	(691,803)
- 1 year to 3 years	3,473,841	(185,159)
- More than 3 years	-	-
	----- 8,198,154 =====	----- (876,962) =====
Forward exchange contracts		
- Less than 1 year	2,949,444	19,233
- 1 year to 3 years	3,918,824	47,625
- More than 3 years	6,683,244	24,191
	----- 13,551,512 =====	----- 91,049 =====
Cross currency swaps		
- Less than 1 year	-	-
- 1 year to 3 years	550,000	(7,900)
- More than 3 years	1,700,000	19,306
	----- 2,250,000 =====	----- 11,406 =====

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

B8. Derivative Financial Instruments (cont'd)

(a) Details of derivative financial instruments

The Group entered into commodity swaps to hedge its highly probable forecast physical aluminium delivery that are expected to occur at various dates in the future. The commodity swaps have maturity dates which match the expected occurrence of these transactions.

The Group entered into the forward exchange contracts to hedge its highly probable forecast transactions denominated in foreign currency expected to occur in the future. Such contracts have maturity dates that match the expected occurrence of these transactions.

These financial instruments are stated at fair value based on the financial institutions' quote.

All the derivatives were contracted with creditworthy financial institutions to mitigate the credit risk, market risk and liquidity risk associated with the derivatives.

There is no cash requirement for these derivatives other than the repayment obligation for the bank borrowings.

There have been no changes made to the accounting policies associated with those derivatives since the end of the previous financial year ended 31 December 2020.

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

B8. Derivative Financial Instruments -cont'd

(b) Fair value changes in financial liabilities

The gain/(loss) arising from fair value changes of financial liabilities for the current quarter and financial year are as follows: -

Type of financial liabilities	Basis of fair value measurement	Reason for gain	Fair value gain/(loss)	
			Current quarter 30.06.2021 RM'000	Current period-to-date 30.06.2021 RM'000
Commodity swaps	Difference between the commodity swaps contracted price and the market forward price	Commodity price differential between the contracted price and market forward price which have moved in favour/ (not in favour) of the Group	(425,363)	(573,335)
Forward exchange contracts	Difference between the contracted foreign exchange rates and the market forward rate	Foreign exchange rate differential between the contracted rate and the market forward rate which have moved in favour/ (not in favour) of the Group	58,831	(311,849)
Cross currency swaps	Difference between the contracted interest rates and the fixed rates	Interest rate differential between the contracted rate and the fixed rate which have moved in favour/(not in favour) of the Group	7,690	(66,678)
Total			(358,842)	(951,862)

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

B9. Material Litigation

There was no pending material litigation as at the date of this report.

B10. Dividend

The Board of Directors has approved a second interim single tier dividend of 1.0 sen per ordinary share, amounting approximately of RM80,762,200 for the financial year ending 31 December 2021.

The book closure and payment dates for the aforesaid dividend are 13 September 2021 and 29 September 2021 respectively.

B11. Earnings per ordinary share

Basic earnings per share

	2nd Quarter		Period-to-date	
	3 months ended		6 months ended	
	30.06.21	30.06.20	30.06.21	30.06.20
		Restated		Restated
Profit attributable to shareholders (RM'000)	255,581	90,065	461,299	192,630
Weighted average number of ordinary shares ('000)*	8,076,220	8,076,220	8,076,220	8,076,220
Basic earnings per share (sen)	3.16	1.12	5.71	2.39

* Adjusted for the effect of bonus issue completed in April 2021.

NOTES TO THE QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

B12. Note to the Condensed Consolidated Income Statement

Profit before tax is arrived at after charging/(crediting) the following items:

	Current Quarter RM'000	Current Financial Period-To-Date RM'000
Interest income	(814)	(2,771)
Other income including investment income	-	-
Interest expense	40,321	80,599
Depreciation and amortisation	90,713	187,914
Provision for and write off of trade receivables	-	-
Provision for and write off of inventories	-	-
Loss/(Gain) on disposal of quoted or unquoted investment or properties	9	(163)
Impairment of assets	-	-
Realised foreign exchange loss	19,982	22,515
Unrealised foreign exchange (gain)/loss	(8,597)	5,821
Property, plant and equipment written off	502	1,066
(Gain)/Loss on derivatives	-	-
Exceptional items	-	-

B13. Comparative figures

The prior year's basic earnings per share and net assets per share have been restated to reflect the effect of bonus issue completed in April 2021 in order to be consistent with the audited financial statements for the financial year ended 31 December 2020.

On behalf of the Board

Tan Sri Dato' Koon Poh Keong
Group Chief Executive Officer
 24 August 2021