

**Condensed consolidated statement of comprehensive income**  
**For the Nine-months period ended 30 September 2021**

	Current quarter		Cumulative quarter	
	3 months ended 30.09.2021 (Unaudited) RM'000	3 months ended 30.09.2020 (Unaudited) RM'000	9 months ended 30.09.2021 (Unaudited) RM'000	9 months ended 30.09.2020 (Unaudited) RM'000
Revenue	103,882	63,108	235,859	167,507
Cost of sales	(85,253)	(52,698)	(191,782)	(145,737)
<b>Gross profit</b>	<b>18,629</b>	<b>10,410</b>	<b>44,077</b>	<b>24,873</b>
Other operating income	346	455	886	1,147
Administrative expenses	(1,584)	(2,183)	(5,453)	(6,284)
Other operating expenses	-	-	-	-
<b>Operating profit</b>	<b>17,391</b>	<b>8,682</b>	<b>39,510</b>	<b>16,633</b>
Interest income	99	164	266	405
Finance costs	(701)	(1,190)	(2,307)	(3,694)
<b>Net finance costs</b>	<b>(602)</b>	<b>(1,026)</b>	<b>(2,041)</b>	<b>(3,289)</b>
<b>Profit before tax</b>	<b>16,789</b>	<b>7,656</b>	<b>37,469</b>	<b>13,344</b>
Income tax expense	(4,298)	(1,883)	(8,500)	(3,561)
<b>Profit net of tax</b>	<b>12,491</b>	<b>5,773</b>	<b>28,969</b>	<b>9,783</b>
<b>Other comprehensive income</b>				
<b>Item that may be reclassified subsequently to profit or loss:</b>				
Exchange differences on translation of foreign operations	(245)	39	(288)	116
<b>Other comprehensive income/(loss) for the period, net of tax</b>	<b>(245)</b>	<b>39</b>	<b>(288)</b>	<b>116</b>
<b>Total comprehensive income for the period</b>	<b>12,246</b>	<b>5,812</b>	<b>28,681</b>	<b>9,899</b>
<b>Profit attributable to:</b>				
Owners of the parent	11,616	5,349	26,698	9,406
Non-controlling interests	875	424	2,271	377
	<b>12,491</b>	<b>5,773</b>	<b>28,969</b>	<b>9,783</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	11,462	5,373	26,517	9,511
Non-controlling interests	784	439	2,164	388
	<b>12,246</b>	<b>5,812</b>	<b>28,681</b>	<b>9,899</b>
<b>Earnings per share (EPS) attributable to owners of the parent (sen per share)</b>				
Basic	3.76	1.73	8.64	3.04

These condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to these interim financial statements.

**CEPATWAWASAN GROUP BERHAD**  
Registration No. 200101000743 (536499-K)

**Condensed consolidated statement of financial position as at 30 September 2021**

	<b>30.09.2021</b>	<b>31.12.2020</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
Property, plant and equipment	330,626	342,434
Investment properties	43,340	43,340
Intangible assets	17,358	17,358
Deferred tax assets	6,516	6,777
<b>Total non-current assets</b>	<b>397,840</b>	<b>409,909</b>
Biological assets	2,180	2,180
Inventories	16,763	16,482
Trade and other receivables	22,075	12,831
Tax recoverable	705	832
Short term investments	16,687	13,883
Deposits placed with licensed banks	8,737	7,272
Cash and bank balances	19,383	18,278
<b>Total current assets</b>	<b>86,530</b>	<b>71,758</b>
<b>TOTAL ASSETS</b>	<b>484,370</b>	<b>481,667</b>
<b>EQUITY</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	318,446	318,446
Treasury shares	(11,097)	(11,097)
Retained earnings	126,667	107,693
Other reserve	(80,635)	(80,635)
Foreign currency translation reserve	(420)	(239)
<b>Total equity attributable to owners of the parent</b>	<b>352,961</b>	<b>334,168</b>
Non-controlling interests	7,948	7,384
<b>Total equity</b>	<b>360,909</b>	<b>341,552</b>
<b>LIABILITIES</b>		
Lease liabilities	2,675	3,186
Loans and Borrowings	33,184	44,751
Deferred tax liabilities	27,287	24,889
<b>Total non-current liabilities</b>	<b>63,146</b>	<b>72,826</b>
Trade and other payables	27,200	19,064
Loans and Borrowings	28,900	46,295
Lease liabilities	762	851
Income tax payables	3,453	1,079
<b>Total current liabilities</b>	<b>60,315</b>	<b>67,289</b>
<b>Total liabilities</b>	<b>123,461</b>	<b>140,115</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>484,370</b>	<b>481,667</b>
<b>Net assets per share attributable to owner of the parent (RM)</b>	<b>1.14</b>	<b>1.08</b>

These condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to these interim financial statements.

**Condensed consolidated statement of cash flows for the Period ended 30 September 2021**

	<b>9 months ended 30.09.2021 (Unaudited) RM'000</b>	<b>9 months ended 30.09.2020 (Unaudited) RM'000</b>
<b>Operating activities</b>		
Profit before tax	37,469	13,344
Adjustments for:		
Depreciation and amortisation	16,115	16,622
Interest expenses	2,306	3,694
Impairment on inventories	1,286	-
Property, plant and equipment written off	-	26
Interest income	(266)	(405)
Net gain on foreign exchange -unrealized	-	(53)
<b>Operating profit before working capital changes</b>	<b>56,910</b>	<b>33,228</b>
(Increase)/decrease in inventories	(1,566)	1,049
Increase in receivables	(9,403)	(1,604)
Increase/(decrease) in payables	8,097	(2,577)
<b>Cash generated from operations</b>	<b>54,038</b>	<b>30,096</b>
Interest received	266	405
Interest paid	(2,306)	(3,694)
Income taxes refund	-	435
Income taxes paid	(3,340)	(781)
<b>Net cash flows generated from operating activities</b>	<b>48,658</b>	<b>26,461</b>
<b>Investing activities</b>		
Purchase of property, plant and equipment	(4,308)	(7,955)
Net investment in short term money market funds	(2,804)	659
<b>Net cash flows used in investing activities</b>	<b>(7,112)</b>	<b>(7,296)</b>
<b>Financing activities</b>		
Drawdown of loans and borrowings	5,000	10,050
Dividend paid to non-controlling interests	(1,600)	(1,600)
Dividend paid to equity holders of the Company	(7,725)	(4,635)
Repayment of loans and borrowings	(33,963)	(11,438)
Repayment of obligations under finance leases	(605)	(279)
<b>Net cash flows used in financing activities</b>	<b>(38,893)</b>	<b>(7,902)</b>
<b>Net increase in cash and cash equivalents</b>	<b>2,653</b>	<b>11,263</b>
<b>Net foreign exchange difference</b>	<b>(82)</b>	<b>84</b>
<b>Cash and cash equivalents at beginning of financial period</b>	<b>21,453</b>	<b>12,844</b>
<b>Cash and cash equivalents at end of financial period</b>	<b>24,024</b>	<b>24,191</b>
<b>Cash and cash equivalents at the end of the financial year comprise the following:</b>		
Deposits placed with licensed banks	8,737	6,367
Cash and bank balances	19,383	20,644
	28,120	27,011
Deposits pledged with licensed banks	(4,096)	(2,820)
Cash and cash equivalents at end of financial period	24,024	24,191

These condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to these interim financial statements.

**Condensed consolidated statement of changes in equity for the period ended 30 September 2021**

	← Attributable to owners of the parent →							
	← Equity		← Non-distributable			→ Distributable →		
	Equity, total RM'000	of the parent, total RM'000	Share capital RM'000	Treasury shares RM'000	Other reserve RM'000	Foreign currency translation reserve RM'000	Retained earnings RM'000	Non- controlling interests RM'000
At 1 January 2020	356,138	342,713	318,446	(11,097)	(80,520)	(414)	116,298	13,425
Effect of changes in accounting policies	(23,053)	(19,474)	-	-	-	-	(19,474)	(3,579)
As restated	333,085	323,239	318,446	(11,097)	(80,520)	(414)	96,824	9,846
Total comprehensive income	9,899	9,511	-	-	-	105	9,406	388
Effect of acquisition of minority interest	858	-	-	-	-	-	-	858
Dividend paid to non-controlling interests	(1,600)	-	-	-	-	-	-	(1,600)
Dividend paid to equity holders of the Company	(4,635)	(4,635)	-	-	-	-	(4,635)	-
At 30 September 2020	337,607	328,115	318,446	(11,097)	(80,520)	(309)	101,595	9,492
At 1 January 2021	341,552	334,168	318,446	(11,097)	(80,635)	(239)	107,693	7,384
Effect of changes in accounting policies								
As restated	341,552	334,168	318,446	(11,097)	(80,635)	(239)	107,693	7,384
Total comprehensive income	28,681	26,517	-	-	-	(181)	26,698	2,164
Dividend paid to non-controlling interests	(1,600)	-	-	-	-	-	-	(1,600)
Dividend paid to equity holders of the Company	(7,724)	(7,724)	-	-	-	-	(7,724)	-
At 30 September 2021	360,909	352,961	318,446	(11,097)	(80,635)	(420)	126,667	7,948

The above condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to these interim financial statements.

**CEPATWAWASAN GROUP BERHAD**  
**Registration No. 200101000743 (536499-K)**

**Notes to the condensed consolidated interim financial statements**

1. Basis of preparation

These condensed consolidated interim financial statements for the period ended 30 September 2021 have been prepared in accordance with Financial Reporting Standard (“FRS”) 134 “Interim Financial Reporting” and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2020.

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 2020.

2. Significant accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2020 except for the adoption of new MFRS, amendments to published standards and IC Interpretations for the Group for the financial year beginning 1 January 2021:

<b>Amendments to MFRSs</b>	<b>Effective Date</b>
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16 – Interest Rate Benchmark Reform – Phase 2	1 Jan 2021
Amendments to MFRS 16 Covid-19-Related Rent Concessions beyond 30 June 2021	1 Apr 2021

The adoption of above amendment to MFRS did not have a material impact on the financial statements of the Group.

At the date of authorization of these interim financial statements, the following MFRS were issued but not yet effective and have not been applied by the Group:

<b>Amendments to MFRSs</b>	<b>Effective Date</b>
Amendments to MFRS 3: Business Combinations	1 Jan 2022
Amendments to MFRS 116: Property, Plant and Equipment	1 Apr 2021
Amendments to MFRS 137: Provisions, Contingent Liabilities and Contingent Assets	1 Jan 2022
Amendments to MFRS1 First-time Adoption of Malaysian Financial Reporting Standards	1 Jan 2022
Amendments to MFRS 9 Financial Instruments Arrangements	1 Jan 2022
Amendments to MFRS 16 Leases – Illustrative Examples	1 Jan 2022
Amendments to MFRS 141 Agriculture	1 Jan 2022
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 Jan 2023
MFRS 17 Insurance Contracts	1 Jan 2023
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

2. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements of the Group for the year ended 31 December 2020 was not qualified.

3. Segment information

The Group has three reportable segments, as described below, which are the Group's strategies business units. The strategic business units offer different products and are managed separately because they require different technology and marketing strategies. The following summary describes the operations in each of the Group's reportable segments:

- a. Plantation - Cultivation of oil palm
- b. Oil Mill - Milling and sales of oil palm products
- c. Power Plant - Power generation and sales of biomass by-products

**Information about reportable segments**

	Results for the 3 months ended 30 September							
	Plantation		Oil Mill		Power Plant		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>External revenue</b>	11,841	7,269	80,919	43,611	10,909	7,264	103,669	58,144
<b>Inter-segment revenue</b>	13,893	7,502	-	-	-	-	13,983	7,502
<b>Segment profit</b>	13,532	4,117	2,455	1,160	1,106	3,106	17,093	8,383

	3 months ended 30.09.2021 (Unaudited) RM'000	3 months ended 30.09.2020 (Unaudited) RM'000
<b>Segment profit is reconciled to consolidated loss before tax as follows:</b>		
Segment profit	17,093	8,383
Other non-reportable segments	(561)	145
Elimination of inter-segment profits	7	(9)
Unallocated corporate expenses	250	(863)
<b>Consolidated profit before tax</b>	<b>16,789</b>	<b>7,656</b>

4. Segment information (cont'd)

	Results for the 9 months ended 30 September							
	Plantation		Oil Mill		Power Plant		Total	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
<b>External revenue</b>	29,893	17,413	172,667	120,003	32,602	24,546	235,161	161,962
<b>Inter-segment revenue</b>	31,137	19,110	-	-	-	-	31,137	19,110
<b>Segment profit</b>	29,183	5,507	2,826	5,044	7,344	4,572	39,353	15,123
<b>Segment Assets</b>	227,787	228,120	48,723	43,205	138,446	149,262	414,956	420,587
<b>Segment Liabilities</b>	31,369	28,058	27,465	30,724	12,583	22,817	74,417	81,599
<b>Segment profit is reconciled to consolidated loss before tax as follows:</b>					<b>9 months ended 30.09.2021 (Unaudited) RM'000</b>	<b>9 months ended 30.09.2020 (Unaudited) RM'000</b>		
Segment profit					39,353	15,123		
Other non-reportable segments					(1,137)	189		
Elimination of inter-segment profits					18	(28)		
Unallocated corporate expenses					(765)	(1,940)		
Consolidated profit before tax					<u>37,469</u>	<u>13,344</u>		

5. 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 financial period under review.

6. Changes in estimates

There was no estimation of amount used in the preceding reporting quarter having a material impact in the current reporting quarter.

7. Comments about seasonal or cyclical factors

The Group considers the seasonal or cyclical factors affecting the results of the operations of the Group comprising the cultivation of oil palm and processing of fresh fruit bunches to include general climatic conditions, age profile of oil palms, the cyclical nature of annual production and the movements in commodity prices.

8. Dividend paid

There were no dividends paid during the current quarter.

9. Debt and equity securities

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

10. Changes in composition of the Group

There were no changes in the composition of the Group during the quarter ended 30 September 2021.

11. Capital commitments

The amount of capital commitments not provided for in the unaudited interim financial statements as at 30 September 2021 is as follows:

	<b>RM'000</b>
Approved and contracted for	324
Approved but not contracted for	<u>7,829</u>
	<u>8,153</u>

12. Changes in contingent liabilities and contingent assets

There were no changes in other contingent liabilities or contingent assets since the last annual statement of financial position as at 31 December 2020.

13. Subsequent events

There were no material subsequent events to the end of the current quarter.



**CEPATWAWASAN GROUP BERHAD**  
**Registration No. 200101000743 (536499-K)**

**Information required by Main Market Listing Requirements of Bursa Malaysia Securities Berhad**

1. Review of performance

The performance of the Group is tabulated below:-

	Current Quarter		%	Preceding Quarter	%	Cumulative Quarter		%
	3 <sup>rd</sup> Qtr21	3 <sup>rd</sup> Qtr20				3 <sup>rd</sup> Qtr21	3 <sup>rd</sup> Qtr20	
	RM'000	RM'000	+/-	RM'000	+/-	RM'000	RM'000	+/-
<b>Financial Performances :-</b>								
Revenue	103,882	63,108	65%	81,386	28%	235,859	167,507	41%
Operating profit	17,391	8,682	>100%	14,500	20%	39,510	16,633	>100%
Profit before tax	16,789	7,656	>100%	13,756	22%	37,469	13,344	>100%
Profit after tax	12,491	5,773	>100%	10,338	21%	28,969	9,783	>100%
Profit attributable to Owners of the parent	11,616	5,349	>100%	9,475	23%	26,698	9,406	>100%
Own FFB Production (mt)	30,308	30,292	*	26,193	16%	76,196	80,122	-5%
CPO Production (mt)	16,545	14,324	16%	12,837	29%	36,397	41,699	-13%
PK Production (mt)	3,805	3,402	12%	2,931	30%	8,530	9,999	-15%
CPO sales (mt)	16,516	14,432	14%	12,893	28%	36,471	41,771	-13%
PK sales (mt)	3,836	3,477	10%	2,998	28%	8,519	10,102	-16%
CPO Price per mt (RM)	4,324	2,680	61%	4,167	4%	4,149	2,522	65%
PK Price per mt (RM)	2,478	1,418	75%	2,587	-4%	2,505	1,452	73%
Mill OER	20.40%	19.78%	0.62%	20.22%	0.18%	19.80%	19.62%	0.18%
Electricity Export(MWh)	10,872	14,659	-26%	8,371	30%	34,792	42,786	-19%

\* Less than +/- 1%

## 1. Review of performance (Cont'd)

### **Current Quarter vs. Previous Year Corresponding Quarter**

For this quarter under review, the Group recorded increases in revenue of RM40.77 million (64%) and Profit before tax of RM9.13 million (>100%), from RM63.11 million and RM7.66 million in the preceding year corresponding quarter to RM103.88 million and RM16.79 million respectively. The achievement was mainly due to higher average selling price of CPO, PK, FFB and EFB Oil by 61%, 75%, 72% and 75% respectively. Productions of CPO and PK also increased by 16% and 12% respectively while Production of EFB oil reduced by 23%.

Performance of the respective operating business segments for this quarter under review as compared to the preceding year corresponding quarter is analyzed as follows:

- i) Plantation – Segment profit increased by RM9.42 million (>100%) from Segment profit of RM4.12 million to Segment profit of RM13.53 million mainly due to a substantial increase in average FFB selling price by 74% while FFB production remained almost unchanged.
- ii) Oil Mill – Segment Profit increased by RM1.29 million (>100%) from Segment profit of RM1.16 million to Segment profit RM2.45 million mainly due to increase in FFB Processed by 12% and higher mill margin with improvement in Mill OER from 19.78% to 20.40%.
- iii) Power Plant – Segment profit decreased by RM2.00 million (64%) from Segment profit of RM3.11 million to Segment profit of RM1.11 million. Despite a substantial increase in the average selling price of EFB Oil by 75%, the gain was offset by a decrease in EFB oil Sales (27%) and the drop in power export to SESB (26%) mainly due to the shutdown maintenance of the Biomass Power plant since May 2021. The shutdown maintenance was extended and completed only in mid of August 2021. It was extended as the delivery of essential spare parts and provision of engineering support services were delayed due to the MCO border controls.

### **Current Year-to-date vs. Previous Year-to-date**

For this financial period under review, the Group recorded increases in revenue of RM68.35 million (41%) and Profit before tax RM24.13 million (>100%), from RM167.51 million and RM13.34 million in the preceding year corresponding period to RM235.86 million and RM37.47 million respectively. The achievement was mainly due to higher average selling prices of CPO, PK, FFB and EFB Oil by 65%, 73%, 77% and 75% respectively. Productions of CPO, PK, FFB and EFB Oil were however lower by 13%, 15%, 5% and 14% respectively.

Performance of the respective operating business segments for this financial period under review as compared to the preceding year corresponding period is analyzed as follows:

- i) Plantation – Segment profit increased by RM23.68 million(>100%) from Segment profit of RM5.51 million to Segment profit of RM29.18 million mainly due to an increase in average FFB selling price by 76%. FFB production was however lower by 5%.
- ii) Oil Mill – Segment Profit decreased by RM2.22 million (44%) from Segment profit RM5.04 million to Segment profit RM2.83 million mainly due to decrease in FFB processed by 13% and also a decrease in Mill processing margin as a result of stiff competition for FFB.

1. Review of performance (Cont'd)

iii) Power Plant – Segment profit increased by RM2.77 million (61%) from Segment profit of RM4.57 million to a Segment profit of RM7.34 million. Despite a drop in Power Export to SESB by 44% mainly due to the shutdown maintenance of the Biomass Plant and its delay caused by the MCO border controls, the effect of the increase in the average EFB Oil selling price by 75% outweighs this negative impact from the reduction in Power Export and also a reduction in FFB Oil sales quantity by 7%.

2. Comment on material change in profit before tax against immediate preceding quarter

The Group recorded a profit before tax of RM16.79 million in the quarter under review as compared to a profit before tax RM13.76 million in the immediate preceding quarter, an increase in profit of RM3.03 million (22%) mainly due to increase in CPO, PK and FFB Production by 29%, 30% and 16% respectively.

3. Commentary on prospects

The rapid spread of COVID-19 throughout the country and the world has a significant adverse impact on the overall economy including the palm oil sector. Malaysia's Government has imposed various movement control measures but allowed essential economic activities to continue with strict compliance to SOP.

The Group is allowed to operate during the various MCOs as oil palm cultivation and power generation are essential economic activities. However, the lockdowns and the ensuing foreign workers' recruitment restrictions are causing severe labour shortages in the oil palm industry and have also adversely affected the performance of our power segment due to late delivery of essential spare parts and provision of engineering support services during the MCO period.

The prices of CPO started high in January 2021 and are currently trading higher around RM5,000 per MT. Prices are expected to remain strong throughout the remaining period of 2021.

The Group's operating results, cash flow and financial condition for the current financial year ending 2021 are not expected to be significantly affected by the COVID-19 pandemic. Nevertheless, the Group will continue to monitor and assess the impact and at the same time adhere to all preventive and control measures to curb the spread of COVID-19.

4. Profit forecast or profit guarantee

Not applicable as there was no profit forecast or guarantee published.

5. Profit for the period

	Current quarter		Cumulative quarter	
	3 months ended 30.09.2021 (Unaudited) RM'000	3 months ended 30.09.2020 (Unaudited) RM'000	9 months ended 30.09.2021 (Unaudited) RM'000	9 months ended 30.09.2020 (Unaudited) RM'000
Profit for the period is arrived at after charging:				
Depreciation and amortization	5,511	5,855	16,115	16,622
Impairment on Inventories	600	-	1,286	-
Plant and equipment written off	-	(2)	-	26
Net loss on foreign exchange-Unrealised	-	(53)	-	(53)

Save as disclosed above, the other items as required under Appendix 9B, Part A(16) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

6. Income tax expense

	Current quarter		Cumulative quarter	
	3 months ended 30.09.2021 (Unaudited) RM'000	3 months ended 30.09.2020 (Unaudited) RM'000	9 months ended 30.09.2021 (Unaudited) RM'000	9 months ended 30.09.2020 (Unaudited) RM'000
Income tax				
- Current provision	(2,622)	(1,154)	(5,587)	(2,965)
- Under-provision of tax in prior years	(40)	(41)	(253)	(41)
	(2,662)	(1,195)	(5,840)	(3,006)
Deferred tax				
- Relating to origination and reversal of temporary differences	(1,281)	(698)	(2,521)	(575)
- Under-provision of deferred tax in prior years	(355)	10	(139)	20
	(1,636)	(688)	(2,660)	(555)
Total income tax expense	(4,298)	(1,883)	(8,500)	(3,561)

The Group's effective tax rate for current quarter and cumulative quarter is lower than the statutory tax rate of 24% due to the recognition of deferred tax asset not recognised in previous financial year.

7. Borrowings

	<b>As at 30.09.2021 (Unaudited) RM'000</b>	<b>As at 31.12.2020 (Audited) RM'000</b>
<b>Short term borrowings – Secured</b>		
Revolving credit	16,900	33,300
Term loans	12,000	12,995
	<u>28,900</u>	<u>46,295</u>
<b>Long term borrowings – Secured</b>		
Term loans	33,184	44,751
	<u>33,184</u>	<u>44,751</u>
Total borrowings	<u><u>62,084</u></u>	<u><u>91,046</u></u>

The Group's total borrowings include a loan amount of RM3.50 million (31.12.2020: RM9.44 million) under the Green Technology Financing Scheme for the renewable power plants.

8. Trade Receivables and other receivables

	<b>As at 30.06.2021 (Unaudited) RM'000</b>	<b>As at 31.12.2020 (Audited) RM'000</b>
<b>Current</b>		
Third parties	19,189	9,730
Less : Allowance for impairment	(278)	(278)
	<u>18,911</u>	<u>9,452</u>
Other receivables, net	3,164	3,379
	<u>22,075</u>	<u>12,831</u>
Ageing analysis of Current trade receivables :-		
Neither past due nor impaired	18,855	8,908
1 to 30 days	18	466
31 to 60 days	82	10
61 to 90 days	-	21
More than 91 days	234	325
	<u>19,189</u>	<u>9,730</u>
Less : Allowance for impairment	(278)	(278)
	<u>18,911</u>	<u>9,452</u>

Trade receivables are non-interest bearing and generally on 7 to 30 days terms.

9. Disclosure of derivatives

The Group did not enter into any derivative contract and accordingly there were no outstanding derivatives (including financial instruments designated as hedging instruments) as at 30 September 2021.

10. Material litigation

There are no pending material litigations as at 24 October 2021.

## 11. Dividend payable

No dividend has been proposed or declared for the current quarter ended 30 September 2021.

## 12. Earnings per share

### (a) Basic

Basic earnings per share amounts are calculated by dividing the Group's Profit for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period excluding treasury shares held by the Company.

	<b>Current quarter</b>		<b>Cumulative quarter</b>	
	<b>3 months ended 30.09.2021 (Unaudited)</b>	<b>3 months ended 30.09.2020 (Unaudited)</b>	<b>9 months ended 30.09.2021 (Unaudited)</b>	<b>9 months ended 30.09.2020 (Unaudited)</b>
Profit for the period attributable to owners of the parent used in computation of earnings per share (RM'000)	11,616	5,349	26,698	9,406
Weighted average number of ordinary shares in issue ('000)	308,967	308,967	308,967	308,967
Basic Profit earnings per share (sen per share)	3.76	1.73	8.64	3.04

### (b) Diluted

The Group has no dilutive potential ordinary shares in issue as at balance sheet date and therefore, diluted earnings per share have not been presented.

## 13. Authorisation for issue

These condensed consolidated interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on 25 October 2021.