

**EKSONS CORPORATION BERHAD (199001014145 (205814-V))**  
**Unaudited Condensed Consolidated Statement of Comprehensive Income**  
**For The 4th Financial Quarter Ended 31 March 2021**

	Note	Individual Quarter		Cumulative Quarter	
		Current	Preceding	Current	Preceding
		Year	Year	Year	Year
		Quarter	Corresponding	To Date	Corresponding
		31.03.2021	31.03.2020	31.03.2021	31.03.2020
		RM'000	RM'000	RM'000	RM'000
Revenue		12,305	27,598	42,928	42,374
Operating expenses	A9	(24,320)	(60,163)	(67,241)	(86,530)
Other operating income	A10	3,189	(3,805)	26,265	12,604
(Loss)/profit before tax		<u>(8,826)</u>	<u>(36,370)</u>	<u>1,952</u>	<u>(31,552)</u>
Taxation	B5	3,211	(3,505)	2,926	(4,691)
<b>(Loss)/profit from continuing operations</b>		<u>(5,615)</u>	<u>(39,875)</u>	<u>4,878</u>	<u>(36,243)</u>
Gain from discontinued operation		-	-	-	-
<b>(Loss)/profit for the period</b>		<u>(5,615)</u>	<u>(39,875)</u>	<u>4,878</u>	<u>(36,243)</u>
<b>Other Comprehensive Income :</b>					
Foreign currency translation		-	-	-	-
<b>(Loss)/profit net of tax, representing total comprehensive income</b>		<u><u>(5,615)</u></u>	<u><u>(39,875)</u></u>	<u><u>4,878</u></u>	<u><u>(36,243)</u></u>

**(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)**

**EKSONS CORPORATION BERHAD (199001014145 (205814-V))**  
**Unaudited Condensed Consolidated Statement of Comprehensive Income**  
**For The 4th Financial Quarter Ended 31 March 2021**

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
		31.03.2021 RM'000	31.03.2020 RM'000	31.03.2021 RM'000	31.03.2020 RM'000
(Loss)/profit attributable to :					
Owners of the Parent		(2,112)	(37,667)	6,251	(32,781)
Non-controlling interest		<u>(3,503)</u>	<u>(2,208)</u>	<u>(1,373)</u>	<u>(3,462)</u>
		<u>(5,615)</u>	<u>(39,875)</u>	<u>4,878</u>	<u>(36,243)</u>
Total comprehensive income attributable to :					
Owners of the Parent		(2,112)	(37,667)	6,251	(32,781)
Non-controlling interest		<u>(3,503)</u>	<u>(2,208)</u>	<u>(1,373)</u>	<u>(3,462)</u>
		<u>(5,615)</u>	<u>(39,875)</u>	<u>4,878</u>	<u>(36,243)</u>
Earnings Per Share					
(a) Basic (sen)	B11	(1.31)	(23.56)	3.87	(20.50)
(b) Diluted (sen)	B11	-	-	-	-

**(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)**

**EKSONS CORPORATION BERHAD (199001014145 (205814-V))****Unaudited Condensed Consolidated Statement of Financial Position****As At 31 March 2021**

	<b>As at 31.03.2021 RM'000 Unaudited</b>	<b>As at 31.03.2020 RM'000 Audited</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	53,780	61,618
Right of use assets	34	-
Deferred tax assets	1,274	-
Land held for property development	17,297	17,297
	<u>72,385</u>	<u>78,915</u>
<b>Current assets</b>		
Property development costs	43,509	40,915
Inventories	104,832	121,831
Trade and other receivables	4,987	9,997
Other current assets	20,888	9,386
Current tax asset	948	1,010
Investment in securities	163,493	134,140
Term deposits	46,839	46,343
Cash and bank balances	7,270	17,360
	<u>392,766</u>	<u>380,982</u>
<b>TOTAL ASSETS</b>	<u><u>465,151</u></u>	<u><u>459,897</u></u>

**(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)**

**EKSONS CORPORATION BERHAD (199001014145 (205814-V))**  
**Unaudited Condensed Consolidated Statement of Financial Position**  
**As At 31 March 2021**

	<b>As at 31.03.2021 RM'000 Unaudited</b>	<b>As at 31.03.2020 RM'000 Audited</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	131,370	131,370
Treasury shares	(3,356)	(5,319)
Retained earnings	265,193	262,903
	<u>393,207</u>	<u>388,954</u>
<b>Non-controlling interest</b>	19,986	26,061
<b>Total equity</b>	<u>413,193</u>	<u>415,015</u>
<b>Current liabilities</b>		
Short term borrowings	5,710	8,740
Trade and other payables	9,429	5,685
Other current liabilities	14,659	11,992
Lease liability	45	-
Current tax payable	363	419
	<u>30,206</u>	<u>26,836</u>
<b>Non current liabilities</b>		
Deferred tax liabilities	9,150	11,272
Borrowings	12,602	6,774
	<u>21,752</u>	<u>18,046</u>
<b>Total liabilities</b>	<u>51,958</u>	<u>44,882</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>465,151</u>	<u>459,897</u>
Net asset per share	2.44	2.40
	-	-

**(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)**

**EKSONS CORPORATION BERHAD (199001014145 (205814-V))**  
**Unaudited Condensed Consolidated Statement Of Changes In Equity**  
**For The 4th Financial Quarter Ended 31 March 2021**

	← Attributable to owners of the Company →						
	Share Capital RM'000	Capital Reserve RM'000	Revenue Reserve RM'000	Treasury Shares RM'000	Equity attributable to the owners of the Company RM'000	Non- controlling interest RM'000	Total RM'000
<b>Current Year To Date</b>							
<b><u>For The Period Ended 31 March 2021</u></b>							
Opening balance at 1 April 2020	131,370	-	262,903	(5,319)	388,954	26,061	415,015
Profit/(loss) net of tax, representing total comprehensive income	-	-	6,251	-	6,251	(1,373)	4,878
<b>Transactions with owners</b>							
Shares dividend	-	-	(1,963)	1,963	-	-	-
Accretion of interest in a subsidiary	-	-	(1,998)	-	(1,998)	(4,702)	(6,700)
Closing balance at 31 March 2021	<u>131,370</u>	<u>-</u>	<u>265,193</u>	<u>(3,356)</u>	<u>393,207</u>	<u>19,986</u>	<u>413,193</u>
					-	-	-
<b>Preceding Year</b>							
<b>Corresponding Period</b>							
<b><u>For The Period Ended 31 March 2020</u></b>							
Opening balance at 1 April 2019	131,370	-	295,617	(5,319)	421,668	28,735	450,403
loss net of tax, representing total comprehensive income	-	-	(32,781)	-	(32,781)	(3,462)	(36,243)
<b>Transactions with owners</b>							
Investment in a subsidiary company by non-controlling interest	-	-	-	-	-	855	855
Accretion of interest in a subsidiary	-	-	67	-	67	(67)	-
Closing balance at 31 March 2020	<u>131,370</u>	<u>-</u>	<u>262,903</u>	<u>(5,319)</u>	<u>388,954</u>	<u>26,061</u>	<u>415,015</u>

**(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)**

**EKSONS CORPORATION BERHAD (199001014145 (205814-V))**  
**Unaudited Condensed Consolidated Statement of Cash Flows**  
**For The 4th Financial Quarter Ended 31 March 2021**

	<b>12 Months Ended</b>	
	<b>31.03.2021</b>	<b>31.03.2020</b>
	<b>RM'000</b>	<b>RM'000</b>
	<b>Unaudited</b>	<b>Audited</b>
<b>Operating activities</b>		
Profit/(loss) before tax	1,952	(31,552)
<u>Adjustments for :</u>		
Depreciation	7,694	8,640
Dividend received from short term funds	-	(26)
Fair value (gain)/loss in investment in securities	(1,729)	4,958
Gain on disposal of property, plant and equipment	(48)	(1)
Impairment loss on property, plant and equipment	112	2,510
Impairment of goodwill	-	4,735
Impairment (gain)/loss on deposit and other receivable	(5,000)	5,258
Interest expenses included in cost of sales	281	462
Interest expenses included in administrative expenses	1,896	907
Interest income	(6,915)	(7,371)
Inventories written down	7,398	9,404
Property, plant and equipment written off	1	1
Unrealised loss/(gain) on foreign exchange	1,475	(3,563)
Unrealised (gain)/loss on investment	(10,025)	1,985
Total adjustments	(4,860)	27,899
<b>Operating cash flows before changes in working capital</b>	<b>(2,908)</b>	<b>(3,653)</b>
<u>Changes in working capital :</u>		
(Increase)/decrease in property development costs	(2,594)	1,983
Increase in right of use assets	(34)	-
Decrease/(increase) in inventories	2,901	(16,250)
Decrease/(increase) in trade and other receivables	9,928	(8,226)
Increase in other current assets	(11,420)	(8,587)
Increase in trade and other payables	3,778	749
Increase in other current liabilities	2,677	2,348
Total changes in working capital	5,236	(27,983)
Cash flows from operation	2,328	(31,636)
Interest paid	(2,177)	(1,369)
Tax paid, net of refund	(463)	(1,243)
Net cash flows generated from/(used in) operating activities	<u>(312)</u>	<u>(34,248)</u>

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)**

**EKSONS CORPORATION BERHAD (199001014145 (205814-V))**  
**Unaudited Condensed Consolidated Statement of Cash Flows**  
**For The 4th Financial Quarter Ended 31 March 2021**

	<b>12 Months Ended</b>	
	<b>31.03.2021</b>	<b>31.03.2020</b>
	<b>RM'000</b>	<b>RM'000</b>
	<b>Unaudited</b>	<b>Audited</b>
<b>Investing activities</b>		
Dividend received from short term funds	-	26
Interest received	6,915	7,371
Investment in securities	(19,074)	(2,005)
Proceeds from disposal of property, plant and equipment	215	1
Purchase of property, plant and equipment	(136)	(3,143)
Net cash flows (used in)/generated from investing activities	<u>(12,080)</u>	<u>2,250</u>
<b>Financing activities</b>		
Proceeds from issuance of preference shares	-	854
Proceeds from short term borrowings, net of repayment	2,997	(1,741)
Net cash flows generated from/(used in) financing activities	<u>2,997</u>	<u>(887)</u>
<b>Net increase/(decrease) in cash and cash equivalent</b>	(9,395)	(32,885)
<b>Cash and cash equivalents at the beginning of the financial period</b>	<u>58,953</u>	<u>91,838</u>
<b>Cash and cash equivalents at the end of the financial period</b>	<u><u>49,558</u></u>	<u><u>58,953</u></u>
<b>Analysis of cash and cash equivalents</b>		
Term deposit	46,839	46,343
Cash and bank balances	7,270	17,360
Bank Overdraft	(4,551)	(4,750)
	<u>49,558</u>	<u>58,953</u>
	-	-

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)**

**PART A: EXPLANATION NOTES AS PER MFRS 134**

**A1. Basis of Preparation**

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 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 year ended 31 March 2020.

**A2. Changes in Accounting Policies**

The audited financial statements of the Group for the year ended 31 March 2020 were prepared in accordance with Malaysian Financial Reporting Standards (MFRS). The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2020 except for the adoption of the following new and revised standards effective as at 1 January 2020:

	<b>Effective for annual periods beginning on or after</b>
Amendments to MFRS 3: Definition of a Business	1 January 2020
Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform	1 January 2020
Amendments to MFRS 101 and MFRS 108: Definition of Material	1 January 2020
Revised Conceptual Framework for Financial Reporting	1 January 2020
Amendments to MFRS 16 Leases - Covid-19 Related Rent Concession	1 June 2020

The application of the above Amendments to MFRSs did not result in any significant changes in the accounting policies and presentation of the financial results of the Group.

**Amendments to MFRS 3: Definition of a Business**

The definition of a business in MFRS 3 Business Combinations was amended to help entities determine whether an acquired set of activities and assets is a business or not. They clarify the minimum requirements for a business, remove the assessment of whether market participants are capable of replacing any missing elements, add guidance to help entities assess whether an acquired process is substantive, narrow the definitions of a business and of outputs, and introduce an optional fair value concentration test.



**A2. Changes in Accounting Policies (cont'd)**

**Amendments to MFRS 101 and MFRS 108: Definition of Material**

The amendments to MFRS 101 Presentation of Financial Statements and MFRS 108 align the definition of 'material' across the standards and clarify certain aspects of the definition. The new definition states that, 'Information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity.

The amendments clarify that materiality will depend on the nature or magnitude of information, or both. An entity will need to assess whether the information, either individually or in combination with other information, is material in the context of the financial statements.

Material information may, for instance, be obscured if information regarding a material item, transaction or other event is scattered throughout the financial statements or disclosed using a language that is vague or unclear. Material information can also be obscured if dissimilar items, transactions or other events are inappropriately aggregated, or conversely, if similar items are inappropriately disaggregated.

**A3. Disclosure of audit qualification**

There was no qualification on the audit report of the preceding audited financial statements.

**A4. Seasonality or cyclicity of interim operations**

The timber business of the Group is affected by the world demand and supply of plywood. The other operations of the Group are not materially affected by any seasonality or cyclicity factors.

**A5. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence**

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

**A6. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years**

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years.

**A7. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt, treasury shares and equity securities of the Company for the current financial period to date.

**A8. Dividends paid**

A Final Single Tier Dividend for the financial year ended 31 March 2020 via a share dividend distribution of Treasury Shares in the ratio of 1 Treasury Share for every 100 existing Ordinary Shares was made on 8 December 2020 to depositors whose names appear in the Record of Depositors on 24 November 2020.

**A9. Operating expenses**

	3 Months Ended		12 Months Ended	
	31.03.2021	31.03.2020	31.03.2021	31.03.2020
	RM'000	RM'000	RM'000	RM'000
Depreciation	647	2,162	7,694	8,640
Loss on disposal of property, plant and equipment	-	(1)	-	-
Interest expenses included in cost of sales	101	126	281	462
Interest expenses included in administrative expenses	(291)	(565)	1,896	907
Inventories written down	7,398	9,404	7,398	9,404
Realised gain on foreign exchange	381	-	381	-
Unrealised (gain)/loss on foreign exchange	(3,178)	(663)	1,475	-
Cost of sales	7,408	35,125	27,701	43,054
Marketing and distribution expenses	669	267	2,021	1,659
Administration expenses	9,970	(3,265)	16,136	1,411
Other expenses	1,215	17,573	2,258	20,993
<b>Total operating expenses</b>	<b>24,320</b>	<b>60,163</b>	<b>67,241</b>	<b>86,530</b>
	-	-	-	-

**A10. Other operating income**

	3 Months Ended		12 Months Ended	
	31.03.2021	31.03.2020	31.03.2021	31.03.2020
	RM'000	RM'000	RM'000	RM'000
Realised gain on investment in securities	750	-	1,729	-
Realised (loss)/gain on foreign exchange	-	-	-	90
Unrealised gain on foreign exchange	-	3,563	-	3,563
Unrealised (loss)/gain on investment in securities	(356)	(9,600)	10,025	-
Rental income	287	472	1,250	1,111
Interest income	1,642	1,507	6,915	7,371
Miscellaneous income	866	253	6,346	469
<b>Total other operating income</b>	<b>3,189</b>	<b>(3,805)</b>	<b>26,265</b>	<b>12,604</b>
	-	-	-	-

**A11. Segmental reporting****For The Period Ended 31 March 2021**

	Timber Operations RM'000	Property and Investment Holdings RM'000	Property Development RM'000	Eliminations RM'000	Consolidated RM'000
<b>Segment Revenue</b>					
External sales	15,953	54	26,921	-	42,928
Inter-segment sales	226		160	(386)	-
Total revenue	<u>16,179</u>	<u>54</u>	<u>27,081</u>	<u>(386)</u>	<u>42,928</u>
<b>Segment Result</b>					
Operating (loss)/profit before interest and tax	(13,213)	14,403	(4,069)	93	(2,786)
Interest expense	-	(281)	(1,896)		(2,177)
Interest income	1,091	5,791	126	(93)	6,915
Income taxes	267	(460)	3,119	-	2,926
Net (loss)/profit	<u>(11,855)</u>	<u>19,453</u>	<u>(2,720)</u>	<u>-</u>	<u>4,878</u>

**A11. Segmental reporting (cont'd)****For The Period Ended 31 March 2020**

	<b>Timber Operations RM'000</b>	<b>Property and Investment Holdings RM'000</b>	<b>Property Development RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
<b>Segment Revenue</b>					
External sales	31,568	54	10,752	-	42,374
Inter-segment sales	-	50,325	3,000	(53,325)	-
Total revenue	<u>31,568</u>	<u>50,379</u>	<u>13,752</u>	<u>(53,325)</u>	<u>42,374</u>
<b>Segment Result</b>					
Operating (loss)/profit before interest and tax	(22,915)	(51,996)	(5,012)	42,369	(37,554)
Interest expense	(27)	(245)	(978)	(119)	(1,369)
Interest income	2,149	6,353	5	(1,136)	7,371
Income taxes	(4,690)	(236)	235	-	(4,691)
Net (loss)/profit	<u>(25,483)</u>	<u>(46,124)</u>	<u>(5,750)</u>	<u>41,114</u>	<u>(36,243)</u>

No geographical segmental analysis is presented as the Group operates principally in Malaysia.

All inter-segment transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

**A12. Valuations of property, plant and equipment**

The valuation of property, plant and equipment have been bought forward without any amendments from the previous annual financial statements.

**A13. Changes in the composition of the Group**

There were no changes in the composition of the Group during the current quarter, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations except as disclosed below.

During the year, the Group acquired an additional 99,964 ordinary shares and 1,420,977 preference shares of RM4.00 each in Vibrant Hub Sdn Bhd. Following the acquisition of the said shares, the Company's equity holding in Vibrant Hub Sdn. Bhd. increased from 60.52% to 68.06%.

**A14. Capital commitments**

As at 31 March 2021, there were no material capital commitments for capital expenditure by the Group which might have a material impact on the financial position or business of the Group.

**A15. Changes in contingent liabilities since the last annual balance sheet date**

There were no changes in contingent liabilities of the Company since the last annual balance sheet date as at 31 March 2021. The contingent liabilities represent corporate guarantees in respect of banking facilities granted to subsidiary companies.

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES  
(PART A OF APPENDIX 9B)****B1. Review of the performance of the Group for the period under review and financial year-to-date**

The Group's financial results for current quarter and financial year to date are summarised as below :

	Individual Quarter (4th Quarter)		Variance (%)	Cumulative Quarter (4th Quarter)		Variance (%)
	31.03.2021 RM'000	31.03.2020 RM'000		31.03.2021 RM'000	31.03.2020 RM'000	
Revenue	12,305	27,598	-55%	42,928	42,374	1%
(Loss)/profit before interest and tax	(10,658)	(38,316)	72%	(2,786)	(37,554)	93%
(Loss)/profit before tax	(8,826)	(36,370)	76%	1,952	(31,552)	106%
(Loss)/profit after tax	(5,615)	(39,875)	86%	4,878	(36,243)	113%
(Loss)/profit attributable to ordinary equity holders of the owner	(2,112)	(37,667)	94%	6,251	(32,781)	119%

**B1. Review of the performance of the Group for the period under review and financial year-to-date (cont'd)**

The performance of the Group's timber and property development divisions, which are its main operating divisions, were as follows:

*Timber*

The timber division's turnover and loss after taxation for the current financial year ended 31 March 2021 were RM15.9 million and RM11.8 million respectively. In the corresponding period of the previous financial year, the division's turnover and loss after taxation were RM31.5 million and RM25.5 million respectively.

The division recorded a turnover and loss after taxation for the quarter under review of RM6.4 million and RM1.9 million respectively. In the corresponding quarter and period of the previous financial year, the division's turnover and loss after taxation were RM17.5 million and RM17.4 million respectively.

The demand for plywood remained soft during the quarter under review as most markets were still recovering from the effects of the Covid-19 pandemic.

*Property Development*

The division's turnover and loss after taxation for the current financial year ended 31 March 2021 were RM27.1 million and RM2.7 million respectively. In the corresponding period of the previous financial year, the division's turnover and loss after taxation were RM13.7 million and RM5.7 million.

The division recorded a turnover and loss after taxation for the quarter under review of RM5.8 million and RM8.1 million respectively. In the corresponding quarter and period of the previous financial year, the division's turnover and loss after taxation were RM7.0 million and RM3.8 million respectively. The revenue was from sales recognised from Viva Paradise Sdn Bhd's Affiniti Residences project which is based on the percentage of completion method. Included in the loss for the year is the inventories written down of approximately RM7.4 million held under the Group. The write down is to reflect the market value as at the financial year end.

**B2. Review of the performance of the Group for the quarter under review and immediate preceding quarter**

The Group's financial results for current quarter compared with immediate preceding quarter are summarised as below:

	<b>Current Quarter 31.03.2021</b>	<b>Immediate Preceding Quarter 31.12.2020</b>	<b>Variance</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	12,305	20,258	-39%
(Loss)/profit before interest and tax	(10,658)	8,384	-227%
(Loss)/profit before tax	(8,826)	9,432	-194%
(Loss)/profit after tax	(5,615)	9,371	-160%
(Loss)/profit attributable to owner of the parent	(2,112)	7,449	-128%

The performance of the Group's timber and property development divisions, which are the Group's main operating divisions were as follows:

*Timber*

The division recorded a turnover and loss after taxation for the quarter under review of RM6.4 million and RM1.9 million respectively. In the immediate preceding quarter, the division's turnover and loss after taxation were RM4.8 million and RM3.1 million respectively.

Sales for the quarter under review remained low as most of our plywood markets are still recovering from the effects of the Covid-19 pandemic.

*Property Development*

The division recorded a turnover and loss after taxation for the quarter under review of RM5.8 million and RM8.1 million respectively. The turnover recognised was from the Affiniti Residences project in Taman Bukit Serdang, Selangor. In the immediate preceding quarter, the division's turnover and profit after taxation were RM15.4 million and RM4.9 million respectively. Included in the loss for the year is the inventories written down of approximately RM7.4 million held under the Group. The write down is to reflect the market value as at the financial year end.

**B3. Prospects and Outlook**

Malaysia is now undergoing its third Movement Control Order (MCO). We are, at this point in time, unable to determine the full extent of the impact. Given this and other factors affecting the Group we expect the business environment to be challenging and the Board remains cautious of the performance of the Group in the months ahead.

*Timber*

Malaysia is now undergoing another MCO due to a spike in Covid-19 cases. The MCO has affected our timber operations in Sabah. As such we expect sales to continue to be challenging going forward. However, it is to be noted that the price of the completed plywood has increased to around USD 550 to USD 600 per cubic meter.

*Property Development*

We have commenced recognising the contribution to revenue from our development in Taman Bukit Serdang, Selangor. Sales promotion is still ongoing and expected to increase steadily. The project was delayed by approximately 3 months as a result of the first MCO and subsequent approvals were required to start work. Work on the project resumed in early June 2020. MCO 3.0 was implemented on 12 May 2021 and FMCO was implemented on 1 June 2021 to 28 June 2021. This has caused work at the site to slow down. Work at site will speed up as soon as the authorities allow.

**B4. Variance of actual profit from forecast profit**

Not applicable.

**B5. Breakdown of tax charge and explanation on variance between effective and statutory tax rate for the current quarter and financial period-to-date**

	<b>Current Quarter RM'000</b>	<b>Financial Period-to-date RM'000</b>
Taxation		
- Current tax expense	(90)	(375)
- Overprovision in prior year	-	-
	<u>(90)</u>	<u>(375)</u>
Deferred taxation		
- Current deferred tax expense	3,301	3,301
- Overprovision in prior year	-	-
	<u>3,301</u>	<u>3,301</u>
	<u>3,211</u>	<u>2,926</u>

**B6. Status of corporate proposal**

There was no corporate proposal not completed at the date of this report.



**B7. Group borrowings and debt securities**

	<b>As at 31.03.2021 RM'000</b>
Short term borrowings	
- secured	5,710
Long term borrowings	
- secured	12,602
Total borrowings	<u>18,312</u>

All the above borrowings are denominated in Ringgit Malaysia .

**B8. Material litigation**

There was no material litigation against the Group as at the reporting date except for the following:-

As previously announced on 3 September 2019, arbitration proceedings (“Arbitration”) were commenced between, The Atmosphere Sdn Bhd (“TASB”) a 60% subsidiary of the Company, as respondent and Multi Builders Sdn Bhd (“MBSB”) as claimant in respect of a settled Liquidated and Ascertained Damages (“LAD”) sum of RM3.9 million. On 22 June 2020, the Arbitration proceedings commenced and were completed on 23 June 2020.

We appealed to the High Court on certain preliminary issues and on 11 September 2020, the High Court ruled in our favour and dismissed the Arbitration.

**B9. Proposed dividend**

The Board of Directors does not recommend any interim dividend for the financial year ended 31 March 2021.

**B10. Fair value of financial instruments**

**Part A: Disclosure of derivatives**

As at 31 March 2021, the Group did not hold any financial derivatives.

**Part B: Disclosure of gains/losses arising from fair value changes of financial liabilities**

As at 31 March 2021, the Group did not have any gains/losses arising from fair value changes of financial liabilities.

**B11. Earnings per share**

The earnings per share is calculated as follows :

	<b>Current year Quarter RM'000</b>	<b>Preceding year Quarter RM'000</b>	<b>Current year to date RM'000</b>	<b>Preceding year to date RM'000</b>
<b>a. Basic</b>				
Net (loss)/gain attributable to ordinary shareholders (RM'000)	(2,112)	(37,667)	6,251	(32,781)
Number of ordinary shares in issue (in thousand)	161,480	159,881	161,480	159,881
Basic (loss)/gain per ordinary share (sen)	(1.31)	(23.56)	3.87	(20.50)
<b>b. Diluted</b>				
Not applicable				

**B12. Notes to Condensed Consolidated Statement of Comprehensive Income**

	<b>Current Quarter RM'000</b>	<b>Current year to date RM'000</b>
<b>Net profit is arrived at after take in following items:</b>		
a) Interest income	1,642	6,915
b) Other income	866	6,346
c) Rental income	287	1,250
d) Interest expense	190	(2,177)
e) Depreciation	(647)	(7,694)
f) Inventories written down	(7,398)	(7,398)
g) Foreign exchange gain/(loss) - realised and unrealised	2,797	(1,856)

**B13. Subsequent event**

There was no material event subsequent to the end of the current quarter.

BY ORDER OF THE BOARD

Goh Chooi Woan  
Wong Chooi Fun  
Company Secretaries

28 June 2021