

## Unaudited Condensed Consolidated Statement Of Profit Or Loss And Other Comprehensive Income For The Fourth Quarter Ended 31 December 2021

	NOTE	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT QUARTER ENDED 31 DEC 2021 RM'000	CORRESPONDING QUARTER ENDED 31 DEC 2020 RM'000	CURRENT YEAR TO DATE ENDED 31 DEC 2021 RM'000	CORRESPONDING YEAR TO DATE ENDED 31 DEC 2020 RM'000
Revenue		56,346	50,754	186,302	157,954
Cost of sales		(48,979)	(41,920)	(163,356)	(132,942)
Gross Profit		7,367	8,834	22,946	25,012
Interest income		64	373	127	539
Other income		608	416	2,511	2,057
Administrative and other expenses		(5,468)	(5,939)	(21,830)	(22,533)
Selling and distribution expenses		(1,555)	(1,056)	(5,288)	(3,615)
Profit/(Loss) from operations		1,016	2,628	(1,534)	1,460
Impairment losses		(769)	(5,607)	(794)	(5,638)
Finance costs		(887)	(808)	(3,208)	(3,550)
Loss before tax	B5	(640)	(3,787)	(5,536)	(7,728)
Tax expense	B6	(2,554)	(1,143)	(2,757)	(1,814)
Loss after tax		(3,194)	(4,930)	(8,293)	(9,542)
Other comprehensive income, net of tax					
Revaluation of lands and buildings		6,399	-	6,399	-
Foreign currency translation differences for foreign operations		-	-	-	-
Total comprehensive loss for the financial year		3,205	(4,930)	(1,894)	(9,542)
Loss attributable to:					
Owners of the Company		(2,523)	(4,942)	(7,025)	(9,226)
Non-controlling interests		(671)	12	(1,268)	(316)
		(3,194)	(4,930)	(8,293)	(9,542)
Total comprehensive profit/(loss) attributable to:					
Owners of the Company		3,876	(4,942)	(626)	(9,226)
Non-controlling interests		(671)	12	(1,268)	(316)
		3,205	(4,930)	(1,894)	(9,542)
Loss per share attributable to owners of the Company:					
Basic, earnings/loss for the financial period (sen)	B12	(1.02)	(2.25)	(2.97)	(4.32)
Diluted, earnings/loss for the financial period (sen)	B12	N/A	N/A	N/A	N/A

(The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2020)

## Unaudited Condensed Consolidated Statement Of Financial Position As At 31 December 2021

	Note	Unaudited As at 31 Dec 2021 RM'000	Audited As at 31 Dec 2020 RM'000
<b>Assets</b>			
<b>Non-current Assets</b>			
Property, plant and equipment		54,868	48,159
Right of used assets		11,095	12,191
Concession right		15,186	18,828
Other investments		15	15
Deferred tax assets		1,615	1,631
		<u>82,779</u>	<u>80,824</u>
<b>Current Assets</b>			
Inventories		45,641	41,959
Trade receivables		59,482	67,493
Other receivables, deposits and prepayment		6,987	10,838
Contract assets		27,965	10,413
Tax assets		560	88
Cash and bank balances		11,386	7,650
		<u>152,021</u>	<u>138,441</u>
<b>Total Assets</b>		<u>234,800</u>	<u>219,265</u>
<b>Equity and liabilities</b>			
<b>Current Liabilities</b>			
Trade payables		44,573	41,215
Other payables and accruals		24,635	13,242
Contract liabilities		10,613	17,625
Lease liabilities	B8	2,159	2,559
Borrowings	B8	37,779	36,511
Tax liabilities		1,497	1,360
		<u>121,256</u>	<u>112,512</u>
<b>Non-current Liabilities</b>			
Borrowings	B8	19,100	21,166
Lease liabilities	B8	5,359	5,343
Deferred tax liabilities		8,866	6,260
		<u>33,325</u>	<u>32,769</u>
<b>Total Liabilities</b>		<u>154,581</u>	<u>145,281</u>
<b>Equity attributable to owners of the Company</b>			
Share capital		123,452	113,469
Reserves		(35,373)	(32,892)
		<u>88,079</u>	<u>80,577</u>
Non-controlling interests		(7,860)	(6,593)
<b>Total equity</b>		<u>80,219</u>	<u>73,984</u>
<b>Total Equity and Liabilities</b>		<u>234,800</u>	<u>219,265</u>
Net assets per share attributable to equity holders of the parent (RM)		0.3016	0.3180

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

## Unaudited Condensed Consolidated Statement Of Changes In Equity for the Fourth Quarter Ended 31 December 2021

	----- Attributable to Owners of the Company -----							Total Equity
	-----Non-Distributable -----							
	Share Capital	Revaluation Reserve	Capital Reserve	Foreign Currency Translation Reserve	Accumulated Losses	Total	Non-controlling interests	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>12 months ended 31 December 2020</b>								
As at 1 Jan 2020	110,092	21,866	1,671	(68)	(47,101)	86,460	(6,311)	80,149
Loss for the financial year	-	-	-	-	(9,226)	(9,226)	(316)	(9,542)
Foreign currency translation difference for foreign operations	-	-	-	-	-	-	-	-
<b>Total comprehensive loss</b>	-	-	-	-	(9,226)	(9,226)	(316)	(9,542)
Issue of shares pursuant to private placement	3,377	-	-	-	-	3,377	-	3,377
Changes in ownership of interest in a subsidiary	-	-	-	-	(35)	(35)	35	-
<b>Transactions with owners of the Company</b>	3,377	-	-	-	(35)	3,342	35	3,377
As at 31 December 2020	113,469	21,866	1,671	(68)	(56,362)	80,576	(6,592)	73,984
<b>12 months ended 31 December 2021</b>								
As at 1 Jan 2021	113,469	21,866	1,671	(68)	(56,362)	80,576	(6,592)	73,984
Effect of adoption of MFRS	-	-	-	-	(1,854)	(1,854)	-	(1,854)
Loss for the financial year	-	-	-	-	(7,025)	(7,025)	(1,268)	(8,293)
Revaluation of lands and buildings surplus, net of tax	-	6,399	-	-	-	6,399	-	6,399
Foreign currency translation difference for foreign operations	-	-	-	-	-	-	-	-
<b>Total comprehensive loss</b>	-	6,399	-	-	(8,879)	(2,480)	(1,268)	(3,748)
Issue of shares pursuant to private placement	9,983	-	-	-	-	9,983	-	9,983
<b>Transactions with owners of the Company</b>	9,983	-	-	-	-	9,983	-	9,983
As at 31 December 2021	123,452	28,265	1,671	(68)	(65,241)	88,079	(7,860)	80,219

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

## Unaudited Condensed Consolidated Statement Of Cash Flows For The Fourth Quarter Ended 31 December 2021

	As at End of Current Quarter 31 Dec 2021 RM'000	Preceeding Period To Date Ended 31 Dec 2020 RM'000
<b>Cash Flows from/(used in) Operating Activities</b>		
Loss before tax	(5,536)	(7,728)
Adjustments for:		
Amortisation of concession right	2,872	2,626
Contract asset written off	-	34
Depreciation of property, plant and equipment	4,973	4,595
Depreciation of right-of-use assets	2,193	2,253
Loss/(Gain) on disposal of property, plant and equipment	91	(35)
Property, plant and equipment written off	-	2
Inventories written back	(114)	-
Inventories written down	-	136
Interest expense	3,208	3,550
Interest income	(127)	(539)
Impairment loss on contract assets	769	303
Impairment loss on other receivables	5	2,117
Impairment loss on trade receivables	20	3,219
Unrealised loss on foreign exchange	14	46
	<hr/>	<hr/>
Operating profit before working capital changes	8,368	10,579
Net changes in working capital	(4,135)	3,581
Tax paid, net of refund	(470)	(1,144)
Interest paid	(3,208)	(4,554)
Interest received	127	539
	<hr/>	<hr/>
Net cash from operating activities	682	9,001
	<hr/>	<hr/>
<b>Cash flows from/(used in) Investing Activities</b>		
Addition of intangible asset	-	(3,649)
Decrease/(Increase) in escrow pledged	170	(62)
Proceeds from disposal of property, plant and equipment	1,477	148
Purchase of property, plant and equipment	(3,660)	(3,218)
Placement of pledged bank deposits	(246)	(267)
	<hr/>	<hr/>
Net cash used in investing activities	(2,259)	(7,048)
	<hr/>	<hr/>
<b>Cash Flows from/(used in) Financing Activities</b>		
Proceeds from private placements	9,983	3,377
Net drawdown of borrowings	1,019	4,399
Advances from director	495	1
Net repayment of lease liabilities	(4,072)	(1,811)
	<hr/>	<hr/>
Net cash from financing activities	7,425	5,966
	<hr/>	<hr/>
<b>Net increase in cash and cash equivalents</b>	5,848	7,919
Effect of exchange rate fluctuations on cash and cash equivalents	(372)	(69)
<b>Cash and cash equivalents at beginning of the financial year</b>	(2,569)	(10,419)
	<hr/>	<hr/>
<b>Cash and cash equivalents at end of the financial year</b>	2,907	(2,569)
	<hr/>	<hr/>
Cash and cash equivalents comprises the followings:-		
Deposits with licensed banks	-	-
Cash in hand and at bank	6,261	2,602
Bank overdrafts	(3,354)	(5,171)
	<hr/>	<hr/>
	2,907	(2,569)
	<hr/>	<hr/>

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

**A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2021**

**A1. Basis Of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirement of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2020.

**Significant Accounting Policies**

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2020, except for the adoption of the following New and Revised Malaysian Financial Reporting Standards (“MFRSs”) and amendments/Improvements to MFRS and New IC Interpretations (“IC Int”) for financial periods beginning on or after 1 January 2021:-

Amendments to MFRS 9, MFRS 7, MFRS 4 and MFRS 16	Interest Rate Benchmark Reform – Phase 2
Amendments to MFRS 16 IFRS Interpretation Committee (“IFRIC”)’s Agenda Decision on IAS 23 Borrowing Costs (“Agenda Decision”)	Covid-19 – Related Rent Concessions Borrowing Costs

As at the date of authorisation of the interim financial report, the following new MFRSs, amendments/Improvements to MFRSs and IC Interpretations were issued but not yet effective and have not been adopted by the Group:-

**Effective for financial periods beginning on or after 1 January 2022**

Amendments to MFRS 3	Reference to the Conceptual Framework
Amendments to MFRS 116	Property, Plant and Equipment – Proceeds before Intended Use
Amendments to MFRS 137	Onerous Contracts – Cost of Fulfilling a Contract
Annual Improvements to MFRSs 2018 to 2020	

**Effective for financial periods beginning on or after 1 January 2023**

Amendments to MFRS 4	Insurance Contracts (Extension of the Temporary Exemption from Applying MFRS 9)
MFRS 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 101 and MFRS Practice Statement 2	Classification of Liabilities as Current or Non- Current

**A1. Basis Of Preparation (Cont'd)**

**Effective for financial periods beginning on or after 1 January 2023 (Cont'd)**

Amendments to MFRS 108  
Amendments to MFRS 112

Definition of Accounting Estimates  
Deferred Tax related to Assets and Liabilities  
arising from a Single Transaction

**Effective date to be announced**

Amendments to MFRS 10  
and MFRS 128

Sale or Contribution of Assets between an  
Investor and its Associate or Joint Venture

The Group will adopt the above pronouncement when they become effective in the respective financial periods. These pronouncements are not expected to have any effect to the financial statements of the Group upon their initial applications.

**A2. Auditors' Report On Preceding Annual Financial Statements**

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

**A3. Seasonal Or Cyclical Factors**

The Group's operations were not materially affected by any seasonality or cyclicity for the financial period under review.

**A4. Unusual Items Due To Their Nature, Size Or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows for the current financial period under review.

**A5. Changes In Estimates**

There were no changes in estimates used for accounting estimates which may have a material effect for the current financial period under review.

**A6. Debt And Equity Securities**

There were no issuance and repayment of debts and equity securities for the financial period.

**A7. Dividends Paid**

No dividend has been paid or declared by the Company since the end of the previous financial year.

**A8. Segment Information**

**Segmental information for the 12 months ended 31 December 2021:**

<b>Business Segments</b>	<b>Manufacturing RM'000</b>	<b>Construction and Property RM'000</b>	<b>Hostel Management RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
External sales	134,964	46,779	4,559	-	186,302
Inter-segment revenue		1,579		(1,579)	-
<b>Total revenue</b>	<b>134,964</b>	<b>48,358</b>	<b>4,559</b>	<b>(1,579)</b>	<b>186,302</b>
Operating profit/(loss)	5,734	(7,975)	580	-	(1,661)
Impairment losses					(794)
Finance costs					(3,208)
Interest income					127
Loss before tax					(5,536)
Tax expense					(2,757)
Loss after tax					(8,293)
<b>Assets</b>					
Segment assets	127,363	83,549	16,605	7,283	234,800
<b>Liabilities</b>					
Segment liabilities	81,039	58,994	13,657	891	154,581

**A8. Segment Information (Cont'd)**

Segmental information for the 12 months ended 31 December 2020:

<b>Business Segments</b>	<b>Manufacturing RM'000</b>	<b>Construction and Property RM'000</b>	<b>Hostel Management RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
External sales	126,625	26,631	4,698	-	157,954
Inter-segment revenue	-	1,376	-	(1,376)	-
Total revenue	<u>126,625</u>	<u>28,007</u>	<u>4,698</u>	<u>(1,376)</u>	<u>157,954</u>
Operating profit/(loss)	7,988	(7,634)	567	-	921
Impairment losses					(5,638)
Finance costs					(3,550)
Interest income					539
Loss before tax					<u>(7,728)</u>
Tax expense					<u>(1,814)</u>
Loss after tax					<u><u>(9,542)</u></u>
<b>Assets</b>					
Segment assets	<u>116,349</u>	<u>81,004</u>	<u>20,193</u>	<u>1,719</u>	<u>219,265</u>
<b>Liabilities</b>					
Segment liabilities	<u>64,508</u>	<u>62,487</u>	<u>10,666</u>	<u>7,620</u>	<u>145,281</u>

**A9. Valuation Of Property, Plant And Equipment**

The valuations of property, plant and equipment have been brought forward without amendments from the financial statements for the year ended 31 December 2015, except for the freehold land, leasehold land and factory buildings. These were revalued by independent professional valuers based on open market basis. Details of the latest independent professional valuations are as follows:

<b>Date of valuation</b>	<b>Description of property</b>	<b>Valuation amount</b>
25 November 2021	Leasehold land and factory building	RM5,000,000
25 November 2021	Freehold land and factory building	RM35,000,000

The valuation indicated that the Group's revalued properties have appreciated in value as compared to the net carrying amounts as at date of valuation. The difference has been accounted for as an increase in the revaluation reserve of the Group.

**A10. Subsequent Event**

There were no material events subsequent to the end of the reporting period that have not been reflected in these interim financial statements.



**A11. Changes In Composition Of The Group**

On 31 March 2021, the Company had acquired 1 ordinary shares, representing 100% issued shares of Auto Equity Sdn. Bhd. ("AESB") from Jetson Development Sdn. Bhd. for a total consideration of RM1. Consequent there upon, AESB became 100% owned subsidiary of the Company.

On 30 April 2021, AESB issued 99 ordinary shares to the Company for a total consideration of RM99. Consequent there upon, AESB remained 100% owned subsidiary of the Company.

On 13 September 2021, the Company disposed 49 ordinary shares to third parties for a total consideration of RM49. Consequent there upon, AESB became 51% owned subsidiary of the Company.

Other than as disclosed above, there were no changes in the composition of the Group during the current financial period under review.

**A12. Capital Commitments**

	<b>As at 31 Dec 2021 RM'000</b>	<b>As at 31 Dec 2020 RM'000</b>
Approved and contracted for:- Property, plant and equipment	2,839	1,241
Approved and not contracted for:- Property, plant and equipment	-	-

**A13. Changes In Contingent Liabilities And Contingent Assets**

The changes in contingent liabilities were as below:-

	<b>As at 31 Dec 2021 RM'000</b>	<b>As at 31 Dec 2020 RM'000</b>
Bank guarantees	9,890	19,344

**A14. Related Party Transactions**

There were no related party transactions during the period and the correspondence period.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. Financial Review For The Current Quarter**

	Revenue		Operating Results	
	Current Quarter Ended 31 Dec 2021 RM'000	Corresponding Quarter Ended 31 Dec 2020 RM'000	Current Quarter Ended 31 Dec 2021 RM'000	Corresponding Quarter Ended 31 Dec 2020 RM'000
Operating segment				
Manufacturing	43,129	39,280	3,264	3,715
Construction and Property	12,620	10,690	(2,380)	(1,646)
Hostel Management	1,142	1,128	68	186
Elimination	(545)	(344)	-	-
	<u>56,346</u>	<u>50,754</u>	<u>952</u>	<u>2,255</u>
Impairment losses			(769)	(5,607)
Finance costs			(887)	(808)
Interest income			64	373
Loss before tax			<u>(640)</u>	<u>(3,787)</u>

The Group recorded revenue of RM56.346 million for current quarter, an increase of RM5.592 million or 11.02% compared to preceding year's corresponding quarter of RM50.754 million mainly due to increase in revenue from Manufacturing and Construction Property Division. The Group incurred an operating profit of RM0.952 million in the current quarter compared to an operating profit of RM2.255 million in the preceding year corresponding quarter. The increase in revenue was due to the gradual opening up of industries since August 2021 when the Government imposed the Movement Control Order ("MCO") in June 2021. Despite increase in revenue operating profit decline resulting from price increase in materials and operating costs.

The performance of the respective divisions for the current quarter was as follows: -

a) *Manufacturing Division*

Manufacturing Division registered total revenue of RM43.129 million in the current quarter, which was RM3.849 million higher than the preceding year corresponding quarter of RM39.280 million. The increase in revenue was due to the gradual relaxation of the Movement Control Order which allowed for manufacturing activities to restart operations.

However, the Division reported operating profit of RM3.264 million, which was RM0.451 million or 12% lower than the operating profit of RM3.715 million in the preceding year corresponding quarter. This was due mainly to higher cost of raw materials and freight charges.

b) *Construction and Property Division*

The division generated total revenue of RM12.620 million, which was RM1.930 million higher compared to the preceding year corresponding quarter of RM10.690 million due to faster stage completion of projects under the Construction Division.

**B1. Financial Review For The Current Quarter (Cont'd)**

*b) Construction and Property Division (Cont'd)*

The division's operating loss for the current quarter increase to RM2.380 million from RM1.646 million in preceding year corresponding quarter due mainly to higher raw materials and higher operating cost.

*c) Hostel Management Division*

There was an increase in revenue for the quarter by RM0.014 million from RM1.128 million in preceding year corresponding quarter to RM1.142 million reported in the current quarter.

**B2. Financial Review For The Current Quarter Compared With Immediate Preceding Quarter**

	Revenue		Operating Results	
	Current Quarter Ended 31 Dec 2021 RM'000	Immediate Preceding Quarter Ended 30 Sept 2021 RM'000	Current Quarter Ended 31 Dec 2021 RM'000	Immediate Preceding Quarter Ended 30 Sept 2021 RM'000
Operating segment				
Manufacturing	43,129	24,296	3,264	(505)
Construction and Property	12,620	9,777	(2,380)	(1,391)
Hostel Management	1,142	1,137	68	295
Elimination	(545)	(345)	-	-
	<u>56,346</u>	<u>34,865</u>	<u>952</u>	<u>(1,601)</u>
Impairment losses			(769)	(20)
Finance costs			(887)	(763)
Interest income			64	6
Loss before tax			<u>(640)</u>	<u>(2,378)</u>

The Group's revenue increased from RM34.865 million in the immediate preceding quarter to RM56.346 million in the current quarter. The increase in revenue was contributed by the Manufacturing and Construction and Property Division as in the previous quarter both the divisions were affected by the imposition of the Movement Control Order ("MCO") by the Government during the months of June 2021 to August 2021 resulting in minimum operations allowed.

The Group recorded operating profit of RM0.952 million as compared to operating loss of RM1.601 million in the immediate preceding quarter as operations gradually resume with better cost control at the Manufacturing Division over variable cost.

**B3. Commentary On Prospect**

The core business of the Group and the prospects for year 2021 is as analyzed below.

*a) Manufacturing Division*

The Manufacturing Division will still be the main driver for the Group's revenue in 2021.

- **Anti-vibration segment**

The anti-vibration segment which is supplying to the automotive industry will continue to be the main revenue contributor of the Manufacturing Division. For the local market, we are currently involved in the development of the anti-vibration parts for new car models for Perodua, the anti-vibration parts for new car models for Proton and the localisation of anti-vibration parts for existing Proton models.

Meanwhile the division is also expected to further expand its export market with collaborations with existing and new customers (consist of car manufacturers and major OEM automotive parts manufacturers) in Europe, Japan, US, Thailand, Indonesia, India and China.

- **Chemical segment**

The adhesive, sealant and cementitious products business will continue to be the main source of revenue of the Chemical Division and the growth is forecasted from the export market such as South East Asia, Pacific Islands, Middle East and Africa countries.

- **Plastic segment**

This segment is expected to maintain its position as one of the leading manufacturers of industrial pails for the paint, lubricant, joint compound and adhesive industry in Malaysia. At the same time, we will continue to grow our market share in packaging products for the food industries and plastic products for the agriculture sector.

*b) Construction and Property Division*

The division will continuously monitor the construction market, exercise prudence in the selection of projects to participate in or tender for, with emphasis on our strengths as a Design and Build and Construction of infrastructure. Simultaneously, the division will focus to complete the projects that are currently on-going; Tropika Melawati, at Taman Melawati, Selangor, APU hostel works, UPM refurbishment works and building works for Isola at KLCC.

**B3. Commentary On Prospect (Cont'd)**

The core business of the Group and the prospects for year 2021 is as analysed below.  
(Cont'd)

*c) Hostel Management Division*

The Hostel Management Division continues to operate and manage the hostels and facilities in University Putra Malaysia (“UPM”), Serdang under the “Build, Operate and Transfer” (“BOT”) arrangement with UPM for concession period of 25 years (expiring in 2028)

**B4. Profit Forecast**

Not applicable as no profit forecast was published.

**B5. Loss Before Tax**

	<u>Individual quarter</u>		<u>Cumulative quarter</u>	
	<u>31 Dec 2021</u>	<u>31 Dec 2020</u>	<u>31 Dec 2021</u>	<u>31 Dec 2020</u>
	RM'000	RM'000	RM'000	RM'000
Loss before tax is arrived after charging/(crediting):-				
Amortisation of concession right	717	718	2,872	2,626
Amortisation of right-of-use asset	-	-	-	-
Bad debts written off	-	-	-	-
Contract asset written off	-	-	-	-
Depreciation of property, plant and equipment	1,568	1,687	4,973	4,595
Depreciation of right-of-use assets	717	235	2,193	2,253
Loss/(Gain) on disposal of property, plant and equipment	93	(23)	91	(35)
Impairment loss on concession right	769	-	769	-
Impairment loss on other receivables	-	2,117	5	2,117
Impairment loss on trade receivables	-	3,188	20	3,219
Interest expense	887	808	3,208	3,550
Interest income	(64)	(373)	(127)	(539)
Inventories written back	13	-	(114)	-
Inventories written down	-	135	-	135
Prepayment written off	-	39	-	-
Property, plant and equipment written off	-	(24)	-	2
(Gain)/Loss on foreign exchange:				
- realised	(249)	35	(430)	(158)
- unrealised	(35)	(32)	14	46

**B6. Tax Expense**

	<u>Individual quarter</u>		<u>Cumulative quarter</u>	
	<u>31 Dec 2021</u>	<u>31 Dec 2020</u>	<u>31 Dec 2021</u>	<u>31 Dec 2020</u>
	RM'000	RM'000	RM'000	RM'000
<b>Income tax:-</b>				
Based on result for current quarter	(1,109)	(1,320)	(1,347)	(2,044)
Overprovision in prior year	316	561	320	561
	(793)	(759)	(1,027)	(1,483)
<b>Deferred tax:-</b>				
Origination of temporary differences	1,138	(180)	1,169	(127)
Underprovision in prior year	(2,899)	(204)	(2,899)	(204)
	(1,761)	(384)	(1,730)	(331)
	(2,554)	(1,143)	(2,757)	(1,814)

The effective tax rate of the Group for the current year is higher than the statutory tax rate principally due mainly to losses incurred by the Company and certain operating subsidiaries.

**B7. Status Of Corporate Proposal**

During the year approval was obtained to issue 46,533,402 new shares under the Private Placement Exercise. A total of RM9,964,380 was raised via issuance of 35,300,000 new shares under the aforesaid Private Placement Exercise.

**B8. Group Borrowings**

	<b>As at 31 Dec 2021</b>		
	<b>Long Term RM'000</b>	<b>Short Term RM'000</b>	<b>Total Borrowing RM'000</b>
<b>Secured</b>			
Bank overdrafts	-	3,354	3,354
Trust receipts and bankers' acceptance	-	31,813	31,813
Term loans	19,100	2,612	21,712
Finance lease payables	5,359	2,159	7,518
	<b>24,459</b>	<b>39,938</b>	<b>64,397</b>

  

	<b>As at 31 Dec 2020</b>		
	<b>Long Term RM'000</b>	<b>Short Term RM'000</b>	<b>Total Borrowing RM'000</b>
<b>Secured</b>			
Bank overdrafts	-	5,171	5,171
Trust receipts and bankers' acceptance	-	25,291	25,291
Term loans	21,166	6,049	27,215
Finance lease payables	5,343	2,559	7,902
	<b>26,509</b>	<b>39,070</b>	<b>65,579</b>

- a) The Group's total borrowing as at 31 December 2021 was RM64.397 million, a decrease of RM1.182 million compared to preceding year corresponding quarter.
- b) The Group does not have any borrowings denominated in foreign currency.

**B9. Off Balance Sheet Financial Instruments**

There is no financial instrument with off balance sheet risk at the date of this report.

**B10. Status Of Material Litigation**

Detail of the material litigation should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 December 2020

- (a) Jetson Construction Sdn Bhd-vs-MCC Overseas (M) Sdn Bhd

A case management was fixed on 12 March 2020 for parties to fix a Hearing date. Subsequently, the hearing date fixed on 28 October 2020 was postponed to 29 June 2021 and which was again postponed to 16 December 2021. Due to Parties not being able to fully submit on the issues during the hearing held on 16 December 2021, the Penal allowed adjournment to 13 January 2022 for parties to complete their submissions on the same. On 13 January the Panel had to vacate the hearing and fixed a case management on 17 January 2022 for parties to fix a new hearing date. On 17 January 2022, the continued hearing date is fixed on 11 March 2022.

## KUMPULAN JETSON BERHAD [197701003095 (34134-H)]

### (b) Jetson Construction Sdn Bhd-vs-Skyscape Industries Sdn Bhd ("Skyscape") (WA-22C-81-08/2020)

The case has been withdrawn by Skyscape Industries Sdn Bhd.

#### **B11. Dividend Payable**

No dividend has been recommended by the Board of Directors during the financial period ended 31 December 2021.

#### **B12. Loss Per Ordinary Share**

##### (a) Basic

Basic (loss)/profit per ordinary share are calculated by dividing (loss)/profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period.

	<u>3 Months Ended</u>		<u>Cummulative Year To-date</u>	
	<u>31 Dec 2021</u>	<u>31 Dec 2020</u>	<u>31 Dec 2021</u>	<u>31 Dec 2020</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Net loss attributable to the owners of the Company	<u>(2,523)</u>	<u>(4,942)</u>	<u>(7,025)</u>	<u>(9,226)</u>
Adjusted weighted average number of ordinary shares in issue and issuable	<u>247,895</u>	<u>220,030</u>	<u>236,505</u>	<u>213,694</u>
Basic loss per share (sen)	<u>(1.02)</u>	<u>(2.25)</u>	<u>(2.97)</u>	<u>(4.32)</u>

#### **B12. Loss Per Ordinary Share (Cont'd)**

##### (b) Diluted

Diluted (loss)/profit per ordinary share for the financial period is calculated by dividing the (loss)/profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial year adjusted for the effects of dilutive potential ordinary shares. The Group had no dilution in its (loss)/profit per ordinary shares.

#### **B13. Authorised For Issuance**

The interim financial statements for the financial period ended 31 December 2021 has been approved by the Board of Directors on 25 February 2022 for release to the Bursa Securities.