

EMICO HOLDINGS BERHAD (Company No : 230326-D)
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2020

| | 3 months ended 31 December | | 9 months ended 31 December | |
|---|-----------------------------------|---------------|-----------------------------------|---------------|
| | 2020 | 2019 | 2020 | 2019 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | 9,546 | 14,181 | 26,720 | 41,144 |
| Cost of sales | (7,822) | (10,636) | (22,411) | (31,128) |
| Gross profit/(loss) | 1,724 | 3,545 | 4,309 | 10,016 |
| Other income | 156 | 15 | 414 | 781 |
| Sales and marketing expenses | (460) | (418) | (1,445) | (957) |
| Administrative expenses | (1,583) | (2,679) | (4,518) | (8,458) |
| Operating profit/(loss) | (163) | 463 | (1,240) | 1,382 |
| Finance costs | (85) | (131) | (230) | (466) |
| Profit/(Loss) before tax | (248) | 332 | (1,470) | 916 |
| Tax expense | 31 | (345) | 18 | (662) |
| Profit/(Loss) for the period | (217) | (13) | (1,452) | 254 |
| Profit/(Loss) attributable to: | | | | |
| Equity holders of the parent | (577) | 119 | (1,746) | 480 |
| Non-controlling interests | 360 | (132) | 294 | (226) |
| Profit/(Loss) for the period | (217) | (13) | (1,452) | 254 |
| Earnings per share attributable to equity holders of the parent: | | | | |
| Basic, profit/(loss) for the period (sen) | (0.50) | 0.11 | (1.52) | 0.45 |
| Fully Diluted | (0.50) | 0.11 | (1.51) | 0.45 |

(The unaudited condensed consolidated statement of profit and loss should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial report)

EMICO HOLDINGS BERHAD (Company No : 230326-D)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2020

| | 3 months ended 31 December | | 9 months ended 31 December | |
|--|----------------------------|----------------|----------------------------|----------------|
| | 2020 RM'000 | 2019 RM'000 | 2020 RM'000 | 2019 RM'000 |
| Profit/(Loss) for the period | (217) | (13) | (1,452) | 254 |
| Other comprehensive income, net of tax | | | | |
| Revaluation reserve on leasehold land and building, net of tax | - | - | - | - |
| Foreign currency translation differences for foreign operation | (4) | 10 | (2) | 14 |
| Total comprehensive income/(loss) for the period | (221) | (3) | (1,454) | 268 |
| Total comprehensive income/(loss) attributable to: | | | | |
| Equity holders of the parent | (581) | 183 | (1,748) | 375 |
| Non-controlling interests | 360 | (30) | 294 | (94) |
| | (221) | 153 | (1,454) | 281 |

(The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial report)

EMICO HOLDINGS BERHAD (Company No : 230326-D)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - UNAUDITED
AT 31 DECEMBER 2020

| | 31 December 2020 Unaudited RM'000 | 31 March 2020 Audited RM'000 |
|--|--|---|
| ASSETS | | |
| Non Current Assets | | |
| Property, plant and equipment | 14,935 | 15,300 |
| Investment properties | 153 | 158 |
| Goodwill on consolidation | 552 | 552 |
| Right of use assets | 9,302 | 10,312 |
| Deferred tax assets | - | 165 |
| Total non current assets | 24,942 | 26,487 |
| Current Assets | | |
| Inventories | 38,493 | 40,303 |
| Trade and other receivables | 10,841 | 11,025 |
| Current tax assets | 269 | 151 |
| Cash and cash equivalents | 1,728 | 3,138 |
| Total current assets | 51,331 | 54,617 |
| TOTAL ASSETS | 76,273 | 81,104 |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the parent | | |
| Share capital | 20,182 | 18,801 |
| Reserves | 13,792 | 13,421 |
| Retained earnings | 11,218 | 12,964 |
| Total equity attributable to owners of the Company | 45,192 | 45,186 |
| Non-controlling interests | 8,717 | 8,424 |
| TOTAL EQUITY | 53,909 | 53,610 |
| Non Current Liabilities | | |
| Borrowings | 2,742 | 769 |
| Lease liabilities | 1,235 | 1,543 |
| Deferred tax liabilities | 4,659 | 4,919 |
| Total non current liabilities | 8,636 | 7,231 |
| Current liabilities | | |
| Trade and other payables | 7,801 | 13,088 |
| Borrowings | 4,665 | 5,761 |
| Lease liabilities | 1,123 | 1,288 |
| Current tax liabilities | 139 | 126 |
| Total current liabilities | 13,728 | 20,263 |
| TOTAL EQUITY AND LIABILITIES | 76,273 | 81,104 |
| Net assets per share (RM) | 0.39 | 0.43 |

(The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial report)

EMICO HOLDINGS BERHAD (Company No : 230326-D)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY - UNAUDITED
FOR THE NINE MONTHS ENDED 31 DECEMBER 2020

| | <----- Attributable to equity holders of parent -----> | | | | | | Total Equity RM'000 |
|---|--|----------------------------------|-----------------------------------|-------------------------------|-------------------------------|--|---------------------------|
| | Share Capital RM'000 | Revaluation Reserve RM'000 | Share Option Reserve RM'000 | Exchange Reserve RM'000 | Retained earning RM'000 | Non-controlling Interests RM'000 | |
| At 1 April 2020 | 18,801 | 13,313 | 69 | 39 | 12,964 | 8,423 | 53,609 |
| Profit/(Loss) for the period | - | - | - | - | (1,746) | 294 | (1,452) |
| Share options vested under ESOS | - | - | 373 | - | - | - | 373 |
| Foreign exchange translation differences | - | - | - | (2) | - | - | (2) |
| Total comprehensive income/(loss) for the period | - | - | 373 | (2) | (1,746) | 294 | (1,081) |
| Issuance of new shares | 1,381 | - | - | - | - | - | 1,381 |
| At 31 December 2020 | 20,182 | 13,313 | 442 | 37 | 11,218 | 8,717 | 53,909 |
| At 1 April 2019 | 18,144 | 13,313 | - | 28 | 12,375 | 8,785 | 52,645 |
| Adjustment on adoption of MFRS 16 | - | - | - | - | (17) | - | (17) |
| Adjusted 1 April 2019 | 18,144 | 13,313 | - | 28 | 12,358 | 8,785 | 52,628 |
| Profit/(Loss) for the period | - | - | - | - | 606 | (361) | 245 |
| Share options vested under ESOS | - | - | 69 | - | - | - | 69 |
| Foreign exchange translation differences | - | - | - | 11 | - | - | 11 |
| Total comprehensive income/(loss) for the period | - | - | 69 | 11 | 606 | (361) | 325 |
| Issuance of new shares | 657 | - | - | - | - | - | 657 |
| At 31 March 2020 | 18,801 | 13,313 | 69 | 39 | 12,964 | 8,424 | 53,610 |

(The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial report)

EMICO HOLDINGS BERHAD (Company No : 230326-D)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS - UNAUDITED
FOR THE NINE MONTHS ENDED 31 DECEMBER 2020

| | 9 months ended 31 December 2020 RM'000 | 12 months ended 31 March 2020 RM'000 |
|---|---|---|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit/ (Loss) before tax | (1,470) | 961 |
| Adjustments for : | | |
| Depreciation of property, plant and equipment | 1,227 | 1,158 |
| Share options vested under ESOS | 373 | 69 |
| Interest expenses | 202 | 543 |
| Impairment losses on trade and other receivables | 29 | 5 |
| Reversal of impairment losses on trade and other receivables | | (517) |
| Amortisation of investment properties | 5 | 7 |
| Depreciation of right of use assets | 567 | 1,460 |
| Unrealised gain on foreign exchange | (80) | (73) |
| Interest income | (23) | (36) |
| Gain on disposal of property, plant and equipment | (25) | (50) |
| Operating profit before working capital changes | 805 | 3,527 |
| Changes in working capital: | | |
| Decrease in trade and other receivables | 381 | 158 |
| Decrease in inventories | 1,607 | 3,206 |
| Decrease in trade and other payables | (5,182) | (2,315) |
| Cash generated from operations | (2,389) | 4,576 |
| Interest received | 23 | 36 |
| Tax refund | - | 176 |
| Tax paid | (179) | (990) |
| Net cash generated from operating activities | (2,545) | 3,798 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (435) | (652) |
| Proceed from disposal of property, plant and equipment | 19 | 50 |
| Net cash used in investing activities | (416) | (602) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Interest paid | (155) | (352) |
| Issuance of new shares | 1,381 | 657 |
| Net drawdown/ (repayment) of bank borrowings | 703 | 329 |
| Net drawdown/ (repayment) of lease liabilities | (517) | (1,486) |
| Changes in deposits pledged to licensed banks | - | (3) |
| Net cash used in financing activities | 1,412 | (855) |
| Net increase/(decrease) in cash and cash equivalents | (1,549) | 2,341 |
| Effects of exchange rate changes on cash and cash equivalents | (35) | 76 |
| Cash and cash equivalents at beginning of financial year | 2,025 | (392) |
| Cash and cash equivalents at end of financial year | 441 | 2,025 |
| Cash and cash equivalents comprise of: | | |
| Cash and bank balances | 1,632 | 3,043 |
| Deposits with licensed banks | 96 | 95 |
| Bank overdrafts included in bank borrowings | (1,191) | (1,018) |
| Less: Deposits pledged to licensed banks | 537 | 2,120 |
| | (96) | (95) |
| | 441 | 2,025 |

(The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial report)

EMICO HOLDINGS BERHAD (Company No : 230326-D)
NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE 3RD QUARTER ENDED 31 DECEMBER 2020

A EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of preparation

The interim financial statements are unaudited and has been prepared in compliance with MFRS 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

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

The following revised MFRSs and Amendments to MFRSs applicable to the Group have been issued by the MASB and are not yet effective for adoption by the Group.

| | | Effective for annual periods beginning on or after |
|---|---|---|
| MFRS 17 | Insurance Contracts | 01-Jan-21 |
| Annual improvements to MFRS Standards 2018 - 2020 | | 01-Jan-22 |
| Amendments to MFRS 3 | Reference to the Conceptual Framework | 01-Jan-22 |
| Amendments to MFRS 116 | Property, Plant and Equipment -Proceeds before Intended Use | 01-Jan-22 |
| Amendments to MFRS 137 | Onerous Contracts - Cost of Fulfilling a Contract | 01-Jan-22 |
| Amendments to MFRS 101 | Classification of Liabilities as Current or Non-current | 01-Jan-22 |
| Amendments to MFRS 10 and MFRS 128 | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | Deferred |

A2 Audited financial statements of the preceding year

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

A3 Seasonality or cyclicity of operations

The Group operations is not subject to seasonality or cyclicity of operations.

A4 Items of unusual nature and amount

There were no items affecting assets, liabilities, equity, net income or cash flows of the Group that are unusual because of their nature, size or incidence during the financial period ended 31 December 2020.

A5 Changes in estimates

There were no significant changes in estimates of amount, which give a material effect in the financial period ended 31 December 2020.

A6 Issuance, cancellations, repurchases, resale and repayment of debt/equity securities

There were no issuance and repayment of debt and equity securities for the financial period ended 31 December 2020.

A7 Dividend paid

There were no dividend paid during the quarter under review.

A8 Segmental Reporting

The analysis by activity of the Group for the financial period ended 31 December 2020 are as follows:

| | <-----3 months ended-----> | | <-----9 months ended-----> | |
|---|----------------------------|----------------------|----------------------------|----------------------|
| | 31-12-2020 RM'000 | 31-12-2019 RM'000 | 31-12-2020 RM'000 | 31-12-2019 RM'000 |
| Segment Revenue | | | | |
| Manufacturing and trading - consumable products | 7,917 | 13,099 | 22,184 | 36,235 |
| Property development | 1,629 | 1,082 | 4,536 | 4,909 |
| Investment holdings | 114 | 114 | 342 | 342 |
| | <u>9,660</u> | <u>14,295</u> | <u>27,062</u> | <u>41,486</u> |
| Inter-segment elimination | (114) | (114) | (342) | (342) |
| Total Revenue | <u>9,546</u> | <u>14,181</u> | <u>26,720</u> | <u>41,144</u> |
| Segment Results | | | | |
| Manufacturing and trading - consumable products | (704) | 897 | (1,382) | 2,344 |
| Property development | 727 | (33) | 792 | 241 |
| Investment holdings | (186) | (401) | (650) | (1,203) |
| | <u>(163)</u> | <u>463</u> | <u>(1,240)</u> | <u>1,382</u> |
| Finance cost | (85) | (131) | (230) | (466) |
| Profit/(Loss) before tax | (248) | 332 | (1,470) | 916 |
| Tax expense | 31 | (345) | 18 | (662) |
| Non-controlling interests | (360) | 132 | (294) | 226 |
| Profit/(Loss) for the period | <u>(577)</u> | <u>119</u> | <u>(1,746)</u> | <u>480</u> |

A9 Valuation of property, plant and equipment

The valuation of leasehold land and buildings have been brought forward without amendments from previous annual financial statements.

A10 Material events subsequent to the balance sheet date

Save for the corporate proposal as disclosed in Section B4 below, there were no other material events subsequent to the end of the current quarter.

A11 Contingent Liabilities

The Directors are not aware of any contingent liabilities that have arisen since the last annual balance sheet date.

A12 Related Party Transactions

Significant transactions between the Group with the related parties during the financial year ended 31 December 2020 were as follows:

| | <-----3 months ended-----> | | <-----9 months ended-----> | |
|--|----------------------------|----------------------|----------------------------|----------------------|
| | 31-12-2020 RM'000 | 31-12-2019 RM'000 | 31-12-2020 RM'000 | 31-12-2019 RM'000 |
| Sales of raw materials: | | | | |
| Century Plas Industries Sdn Bhd | 1,576 | 1,731 | 4,299 | 4,496 |
| Purchases of semi finished parts and components: | | | | |
| Century Plas Industries Sdn Bhd | 2,293 | 2,384 | 6,323 | 6,741 |
| Sales and purchases of trading items | | | | |
| U Can Marketing Sdn Bhd | 6 | 22 | 11 | 28 |
| Rental of premises received: | | | | |
| Century Plas Industries Sdn Bhd | 39 | 39 | 117 | 117 |
| Rental of machinery received: | | | | |
| Century Plas Industries Sdn Bhd | 56 | 56 | 167 | 167 |
| Rental of factory paid and payable to: | | | | |
| Beng Choo Marketing Sdn Bhd | 150 | 150 | 450 | 450 |
| Purchases and sales of trophy parts and bases: | | | | |
| Emico (Vietnam) Co. Ltd | 110 | 1,304 | 505 | 3,950 |

The transactions were entered in the normal course of business and have been established under normal commercial terms that are no less favourable than those arranged with independent third parties.

A13 Capital Commitments

Capital expenditures which have not been provided for at the end of each reporting period are as follows:

| | As at 31-Dec-20 RM'000 |
|---|------------------------------|
| Property, plant and equipment: Approved and contracted for | - |

B ADDITIONAL INFORMATION AS REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (PART A OF APPENDIX 9B)

B1 Tax expense

| | Current 9 months 31-12-2020 RM'000 | Current 9 months 31-12-2019 RM'000 |
|----------------|---|---|
| Current period | 77 | 758 |
| Deferred | (95) | (96) |
| Taxation - net | (18) | 662 |

The effective tax rates were higher than statutory tax rate mainly due to the losses which cannot be set-off against taxable profits made by subsidiaries and certain expenses which are not tax deductible.

B2 Sale of unquoted investments and properties

There were no profit on sale of investments or properties for the current financial period.

B3 Particulars of purchase or disposal of quoted investments

There were no sales or purchases of quoted securities during the period.

B4 Status of Corporate proposals announced

On 9 October 2020, the Company proposed to undertake a proposed private placement of up to 10% of the total number of issued shares of the Company ("**Placement Shares**") to third party investor(s) to be identified at a later date ("**Proposed Private Placement**").

The Proposed Private Placement was approved by Bursa Malaysia Securities Berhad ("**Bursa Securities**") vide its letter dated 16 October 2020.

On 11 December 2020, the Board had fixed the issue price for the first tranche of the Proposed Private Placement comprising 3,000,000 Placement Shares at RM0.298 per Placement Share. The first tranche of the Placement Shares was listed on Bursa Securities on 18 December 2020.

As at 19 February 2021, the status of the utilization of the gross proceeds from the first tranche of the private placement is as follows:

| Purpose | Proposed Utilisation RM'000 | Actual Utilisation RM'000 | Balance Utilisation % | Expected Timeframe for Utilisation |
|--|-----------------------------------|---------------------------------|-----------------------------|--|
| i) Working Capital | 794 | 794 | 100% | Within 12 months |
| ii) Estimated expenses in relation to the Proposed Private Placement | 100 | 100 | 100% | Within 1 month |
| Total gross proceeds | 894 | 894 | 100% | |

B5 Group borrowings

Group borrowings and debt securities are as follows:

| | 31-Dec-20 RM'000 | 31-Mar-20 RM'000 |
|--|---------------------|---------------------|
| a) Current Borrowings - Secured | | |
| Bank overdraft | 1,191 | 1,018 |
| Bankers' acceptance | 3,399 | 4,703 |
| Term loan | 75 | 40 |
| | <u>4,665</u> | <u>5,761</u> |
| b) Non Current Borrowings - Secured | | |
| Term loan | 2,742 | 769 |
| | <u>2,742</u> | <u>769</u> |

B6 Financial Instruments with Off Balance Sheet Risks

There were no financial instruments with off balance sheet risks for the current financial period.

B7 Material Litigations

There are no material litigation pending as at 18 February 2021.

B8 Performance review

| | <----- 3 months ended -----> | | <----- 9 months ended -----> | |
|--|-------------------------------|--------------------------------|-------------------------------|-------------------------------|
| | Oct-20 to Dec-20 RM'000 | July-20 to Sep-20 RM'000 | Apr-20 to Dec-20 RM'000 | Apr-19 to Dec-19 RM'000 |
| REVENUE | | | | |
| Manufacturing and trading | 7,917 | 7,658 | 22,184 | 36,235 |
| Property development | 1,629 | 712 | 4,536 | 4,909 |
| Total | <u>9,546</u> | <u>8,370</u> | <u>26,720</u> | <u>41,144</u> |
| PROFIT/ (LOSS) BEFORE TAX ("PBT" & "LBT") | | | | |
| Manufacturing and trading - operations | (776) | 50 | (1,573) | 1,921 |
| Property development | 714 | (156) | 753 | 198 |
| Investment holdings | (186) | (257) | (650) | (1,203) |
| Net Total | <u>(248)</u> | <u>(363)</u> | <u>(1,470)</u> | <u>916</u> |

Comparison with preceding quarter

For the current quarter under review, the revenue of the Group was increased from RM8.37 million in the preceding quarter to RM9.55 million for the current quarter mainly due to higher sales generated by the property development division. As a result, the Group posted a lower LBT of RM0.25 million for the current quarter as compared to RM0.36 million in the preceding quarter.

The manufacturing and trading division posted an increase of 3.4% in revenue from RM7.66 million in the preceding quarter to RM7.92 million for the current quarter due to an increase in sales. However, it posted a LBT of RM0.78 million for the current quarter as compared to PBT of RM0.05 million in the preceding quarter. This is mainly due to higher operating costs.

The property development division posted revenue of RM1.63 million for the current quarter as compared to RM0.71 million in the preceding quarter. The increase was due to higher sales of completed units. As such, the property development division posted a PBT of RM0.71 million as compared to LBT of RM0.16 million in the preceding quarter.

For the investment holding division, the LBT was maintained at RM0.19 million for the current quarter and RM0.26 million in the preceding quarter.

Comparison with preceding year results

The Group revenue for the 9 months ended 31 December 2020 was RM26.72 million as compared to RM41.14 million in the preceding period, a decrease of 35.1%. The decrease was mainly due to lower sales generated by the manufacturing and trading division. As a result, the Group posted a LBT of RM1.47 million for the current period as compared to PBT of RM0.92 million in the preceding period.

The manufacturing and trading division posted a decrease of 38.8% in revenue from RM36.24 million in the preceding period to RM22.18 million for the current period due to a drop in sales. The decline in revenue mainly derived from trophy business as a result of adverse economic impact caused by the Covid-19 pandemic which led to various Movement Control Orders imposed by the Government as part of the containment measures as well as lockdowns imposed by the respective governments across the world have greatly affected the demand of trophy in both local and export markets. On the positive note, the increased demand for contract manufacturing of medical rehabilitation products has partially mitigated the decline in the trophy business. As a result, it posted a LBT of RM1.57 million for the current period as compared to PBT of RM1.92 million in the preceding period.

The property development division posted a decrease of 7.6% in revenue from RM4.91 million in the preceding period to RM4.54 million for the current period due to lesser sales of completed units. However, the property development division posted a higher PBT of RM0.75 million for the current period as compared to PBT of RM0.19 million in the preceding period.

For the investment holding division, the LBT was maintained at RM0.65 million for the current period and RM1.20 million for the preceding period.

B9 Prospects

The financial year 2020 had brought with it the Covid-19 global pandemic which has had a serious adverse impact on global economic growth and activity. This unprecedented pandemic continues to cast uncertainties on the business environment. Domestically, the various Movement Control Orders that were imposed have seriously affected economic activities across all sectors. Market conditions remain tough and challenging as we head into the new financial year. As the result, the Group will continue to monitor the status and progress of Covid-19 and shall endeavour, to the extent possible, to review the performance and progress of our Group's operations and financial performance.

The Group is actively pursuing measures to manage operating costs and revising business plans to mitigate further negative impacts arising from the Covid-19 pandemic. A series of austerity measures had been carried out by the Group such as managing its workforce at an optimal level to meet the operational requirements and continue with cost-consciousness exercise within its operations including improvement of processes efficiencies as well as will leverage on our digital marketing capabilities and accelerate sales via online platforms.

With regard to the property development market under the current Covid-19 pandemic condition, we expect market conditions remain tough and more challenging as the consumers have their concerns on job security and will be more conscious in procuring capital goods like properties. On a more positive note, with the economic stimulus packages launched by the Government such as the reintroduction of the Home Ownership Campaign with a waiver of stamp duties on instruments of transfers and loan agreements for residential properties priced between RM300,000 and RM2.5 million. This will help to encourage sales to first-time home buyers as it lessens the cost of owning a house. The Overnight Policy Rate has been reduced by four times from 3.00% to 1.75% in 2020 as an effort by Bank Negara Malaysia to cushion the negative impact on the economy arising from the Covid-19 pandemic. However, at this juncture, all new planned launches will be reviewed diligently and phased accordingly to current property market sentiments.

Whilst we remain cautious over the outlook of the economy, the Group will continue to explore new business opportunities to invest. The Group will continue to reinvent and improve the business and will take affirmative steps to expand the Group's scope. Despite the uncertain market condition, the Group is optimistic to deliver a reasonable performance for the financial year ended in 2021.

B10 Explanatory notes on any variance in actual profit from forecasted profit

This note is not applicable for the financial period under review.

B11 Dividend

The Directors do not recommend any dividend for the financial period ended 31 December 2020.

B12 Earnings per share ("EPS")

I) Basic Earnings per share

| | 3 months | | 9 months | |
|---|------------|------------|------------|------------|
| | 31.12.2020 | 31.12.2019 | 31.12.2020 | 31.12.2019 |
| a) Numerator | | | | |
| Profit attributable to ordinary equity holders: Profit/(Loss) from operations (RM'000) | (577) | 119 | (1,746) | 480 |
| b) Denominator | | | | |
| Weighted average number of ordinary shares used as denominator (per 1000 shares) | 114,888 | 105,519 | 114,888 | 105,519 |
| Basic Earnings per share (Sen) | (0.50) | 0.11 | (1.52) | 0.45 |

II) Diluted Earnings per share

| | 3 months | | 9 months | |
|---|------------|------------|------------|------------|
| | 31.12.2020 | 31.12.2019 | 31.12.2020 | 31.12.2019 |
| a) Numerator | | | | |
| Profit attributable to ordinary equity holders: Profit/(Loss) from operations (RM'000) | (577) | 119 | (1,746) | 480 |
| b) Denominator | | | | |
| Weighted average number of ordinary shares used as denominator (per 1000 shares) | 115,643 | 105,519 | 115,643 | 105,519 |
| Diluted Earnings per share (Sen) | (0.50) | 0.11 | (1.51) | 0.45 |

B13 Operating Income/(Expenses)

Included in operating income/(expenses) are the followings credits/(charges):

| | 9 months ended Dec-20 RM'000 | 9 months ended Dec-19 RM'000 |
|---|---------------------------------------|---------------------------------------|
| Depreciation of property, plant and equipment | (1,227) | (1,296) |
| Amortisation of investment properties | (5) | - |
| Interest expense | (202) | (390) |
| Interest income | 23 | 37 |
| Unrealised gain/(loss) on foreign exchange | 80 | 861 |
| Gain on disposal of property, plant and equipment | 25 | 50 |
| Impairment losses on trade and other receivables | (29) | - |
| Depreciation of right of use assets | (567) | (637) |