



FITTERS DIVERSIFIED BERHAD

Registration No: 198601000595 (149735-M)

(Incorporated in Malaysia)

Interim Financial Report

30 June 2021

FITTERS DIVERSIFIED BERHAD
Registration No. 198601000595 (149735-M)

ANNOUNCEMENT OF UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2021

The Board of Directors are pleased to announce the unaudited consolidated results of the Company for the financial quarter ended 30 June 2021.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021 - unaudited**

	SECOND QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30-June-2021 RM'000	30-June-2020 RM'000	30-June-2021 RM'000	30-June-2020 RM'000
Revenue	77,515	51,990	137,601	106,032
Cost of sales	(73,381)	(47,353)	(132,385)	(100,531)
Gross profit	4,134	4,637	5,216	5,501
Interest income	310	1,073	599	2,006
Other income	319	785	955	1,147
Selling and marketing expenses	(246)	(225)	(539)	(673)
Impairment loss on receivables	(5,000)	13	(5,000)	-
Administrative expenses	(4,825)	(3,315)	(7,900)	(7,575)
Depreciation and amortisation	(2,654)	(2,667)	(5,302)	(5,370)
Forex gain/ (loss)	36	-	37	3
Finance costs	(687)	(1,227)	(1,337)	(2,357)
Operating (loss) before exceptional items	(8,613)	(926)	(13,271)	(7,318)
Exceptional items :				
Gain on disposal of investment in associate company	16,113	-	16,113	-
Profit/(Loss) before tax	7,500	(926)	2,842	(7,318)
Income tax expense	(632)	(519)	(1,000)	(988)
Profit/(Loss) for the financial period	6,868	(1,445)	1,842	(8,306)
Other comprehensive income/(loss)	2	18	17	11
Total comprehensive income/(loss) for the financial period	6,870	(1,427)	1,859	(8,295)
Profit/(Loss) attributable to :				
Owners of the Company	7,604	(675)	3,449	(7,115)
Non-controlling interests	(736)	(770)	(1,607)	(1,191)
	6,868	(1,445)	1,842	(8,306)
Earnings/(Loss) per share attributable to owners of the Company :				
Basic (sen)	1.63	(0.15)	0.74	(1.54)

(The Condensed Consolidated Statements Of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements)

FITTERS DIVERSIFIED BERHAD

Registration No. 198601000595 (149735-M)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021**

	(Unaudited) AS AT END OF CURRENT QUARTER 30-June-2021 RM'000	(Audited) AS AT PRECEDING FINANCIAL YEAR END 31-Dec-2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	210,823	214,730
Investment properties	1,933	1,949
Right-of-use assets	12,116	12,440
Intangible assets	5,411	5,450
Investment securities	106	105
Deferred tax assets	220	196
Trade and other receivables	37,113	43,313
Total non-current assets	267,722	278,183
Current assets		
Inventories	120,964	120,730
Current tax assets	1,543	1,016
Trade and other receivables	75,284	70,498
Contract assets	13,264	13,616
Investment securities	1	1
Deposits, cash and bank balances	30,953	23,399
Total current assets	242,009	229,260
TOTAL ASSETS	509,731	507,443

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021**

	(Unaudited) AS AT END OF CURRENT QUARTER 30-June-2021 RM'000	(Audited) AS AT PRECEDING FINANCIAL YEAR END 31-Dec-2020 RM'000
EQUITY AND LIABILITIES		
Current liabilities		
Loans and borrowings	71,468	71,200
Current tax liabilities	475	679
Trade and other payables	36,174	35,458
Other current liabilities	15,491	12,198
	123,608	119,535
Net current assets	118,401	109,725
Non-current liabilities		
Loans and borrowings	11,059	15,183
Deferred tax liabilities	5,678	5,198
	16,737	20,381
TOTAL LIABILITIES	140,345	139,916
NET ASSETS	369,386	367,527
Equity attributable to owners of the Company		
Share Capital	240,662	240,662
Treasury Shares	(3,912)	(3,912)
Revaluation Reserve	34,108	34,108
Capital Reserve	1,360	1,360
Exchange Reserve	545	528
Retained Earnings	87,964	84,515
	360,727	357,261
Non-controlling interests	8,659	10,266
Total equity	369,386	367,527
TOTAL EQUITY AND LIABILITES	509,731	507,443
Net Assets per Share (RM) **	0.7713	0.7639

** Net assets per share is calculated based on Total Assets (including intangibles) minus Total Liabilities and Non-controlling interest divided by the total number of ordinary shares less treasury shares.

(The Condensed Consolidated Statement Of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2020)

FITTEES DIVERSIFIED BERHAD

Registration No. 198601000595 (149735-M)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021 - unaudited**

	[----- Attributable to owners of the Company -----]								
	[----- Non-distributable -----]				[----- Distributable -----]				
	Share Capital RM'000	Capital Reserve RM'000	Revaluation Reserve RM'000	Exchange Reserve RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
<u>6 months ended 30 June 2021</u>									
Balance as at 1 January 2021	240,662	1,360	34,108	528	(3,912)	84,515	357,261	10,266	367,527
Total comprehensive income/(loss)	-	-	-	17	-	3,449	3,466	(1,607)	1,859
Treasury shares acquired		-	-	-	-	-	-	-	-
Treasury shares disposed					-	-	-	-	-
Dividend paid in specie	-	-	-	-	-	-	-	-	-
Balance as at 30 June 2021	<u>240,662</u>	<u>1,360</u>	<u>34,108</u>	<u>545</u>	<u>(3,912)</u>	<u>87,964</u>	<u>360,727</u>	<u>8,659</u>	<u>369,386</u>
<u>6 months ended 30 June 2020</u>									
Balance as at 1 January 2020	240,662	1,360	34,354	528	(7,823)	107,388	376,469	13,418	389,887
Total comprehensive income/ (loss)	-	-	-	11	-	(7,115)	(7,104)	(1,191)	(8,295)
Treasury shares acquired		-	-	-	(7,718)	-	(7,718)	-	(7,718)
Dividend paid in specie	-	-	-	-	9,671	(9,671)	-	-	-
Balance as at 30 June 2020	<u>240,662</u>	<u>1,360</u>	<u>34,354</u>	<u>539</u>	<u>(5,870)</u>	<u>90,602</u>	<u>361,647</u>	<u>12,227</u>	<u>373,874</u>

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

FITTERS DIVERSIFIED BERHAD

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021 - unaudited**

	(Unaudited) 6 months ended 30-June-2021 RM'000	(Unaudited) 6 months ended 30-June-2020 RM'000
Profit/ (Loss) before tax		
- Continuing operations	2,842	(7,318)
- Discontinued operation	-	
	2,842	(7,318)
Adjustment for non-cash items:		
Operating items	5,192	5,350
Investing items	(15,360)	367
Operating profit/(loss) before changes in working capital	(7,326)	(1,601)
Changes in Working Capital:		
Inventories	1,155	913
Receivables	1,413	(2,038)
Payables	886	1,989
Property development	(1,389)	(589)
Construction contracts	3,646	14,659
Cash generated from operating activities	(1,615)	13,333
Net tax paid	(1,274)	(1,222)
Interest paid	(1,337)	(2,357)
Net cash generated from operating activities	(4,226)	9,754
Cash Flow from investing activities		
Interest received	599	2,006
Proceeds from disposal of associated companies	16,113	-
Proceeds from disposal of property, plant & equipment	96	-
Purchase of property, plant & equipment	(661)	(43)
	16,147	1,963
Cash Flow from financing activities		
Purchase of treasury shares	-	(7,718)
Hire Purchase & Lease repayment	(587)	(679)
Net drawdown/(repayment) of bank borrowings	(4,824)	(2,015)
	(5,411)	(10,412)
Net change in cash & cash equivalents	6,510	1,305
Cash & cash equivalents at beginning of year	20,739	12,871
Effect of foreign exchange rate changes on cash and cash equivalents	18	12
Cash & cash equivalents at end of period	27,267	14,188

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2020)

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**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021 - unaudited****1. Basis of Preparation**

The interim financial statements have been prepared under the historical cost convention except for revaluation of certain freehold land and building included within property, plant and equipment and the following assets and liabilities that are stated at fair value: available-for-sale financial assets and investment properties.

The interim financial statements are unaudited and have 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 statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2020.

2. Changes in Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual financial statements of the Group for the year ended 31 December 2020 except for the adoption of the following relevant new MFRSs, amendments to MFRSs and IC interpretations that are effective for annual periods beginning on or after 1 January 2021.

- : MFRS 7 : Financial Instruments : Disclosures
- : MFRS 9 : Financial Instruments
- : MFRS 139 : Financial Instruments : Recognition and Measurement

The adoption of the new MFRSs, amendments to MFRSs and IC Interpretations does not have any material impact on the financial position and results of the Group.

3. Auditors' Report on Preceding Annual Financial Statements

The report of the Auditors for the preceding financial year ended 31 December 2020 was not subject to any qualification.

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**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021 - unaudited**
4. Segmental Information

Analysis of the Group's results by business segments:

	Second Quarter		Cumulative Quarter	
	30/06/2021	30/06/2020	30/06/2021	30/06/2020
	RM'000	RM'000	RM'000	RM'000
Segment Revenue				
Fire Services	16,664	18,461	34,405	38,809
Property Development & Construction	1,797	3,239	4,178	3,820
Renewable & Waste-To-Energy	59,139	31,022	99,216	65,415
HYPRO [™] PVC-O Pipes Manufacturing & Distribution	781	191	1,650	459
Investment holding and others	-	-	-	-
Total revenue including inter-segment sales	78,381	52,913	139,449	108,503
Elimination of inter-segment sales	(866)	(923)	(1,848)	(2,471)
Total	77,515	51,990	137,601	106,032
Segment Result				
Fire Services	(152)	919	500	425
Property Development & Construction	(5,470)	1,036	(7,245)	1,157
Renewable & Waste-To-Energy	901	152	89	(4,503)
HYPRO [™] PVC-O Pipes Manufacturing & Distribution	(2,585)	(2,675)	(5,833)	(3,521)
Investment holding and others	14,664	(278)	15,133	(553)
Total result including inter-segment profit	7,358	(846)	2,644	(6,995)
Elimination of inter-segment profit	142	(80)	198	(323)
Total	7,500	(926)	2,842	(7,318)

5. Exceptional or Unusual Items

During the financial quarter, there was no item of exceptional or unusual nature that affects the assets, liabilities, equity, net income or cash flows of the Group except as disclosed below :

Future NRG Sdn Bhd, a wholly-owned subsidiary of the Company had between 23 April 2021 and 12 May 2021 disposed its entire equity interest in A.H.T. Syngas Technology N.V. ("AHT") comprising 600,000 shares in AHT representing 31% of the total issued share capital of AHT for a total consideration of Euro 3,277,246.61 or equivalent to RM16.1 million (based on the bank correspondence daily exchange rate) in the open market on the Stock Exchange of Frankfurt.

The gain to the Group arising from the disposal is approximately RM16.1 million as the cost of investment had been fully impaired in financial year 2016.

6. Changes in Estimates

There were no changes in estimates that have a material effect in the current quarter.

7. Comment about Seasonal or Cyclical Factors

The business operations of the Group for the quarter are not materially affected by any seasonal or cyclical factor.

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**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021 - unaudited****8. Dividend Paid**

The Board of Directors does not recommend the payment of any dividend in respect of the financial period ended 30 June 2021.

9. Carrying Amount of Revalued Assets

The valuation of properties, plant and equipment have been brought forward without amendment from the financial statements for the year ended 31 December 2020.

10. Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, shares buy-back, shares cancellation, shares held as treasury shares and resale of treasury shares during the financial period to-date.

The Company held a total of 12,817,648 units of Treasury Shares as at 30 June 2021 at a value of RM3,911,977.

11. Subsequent Event

There was no material event subsequent to the financial quarter ended 30 June 2020.

12. Changes in Composition of the Group

There was no change in the composition of the Group during the financial period under review.

13. Capital Commitments

There was no commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at 30 June 2021.

14. Contingent Liabilities

Corporate guarantees were given by the Company in respect of the following:

	RM'000
Banks and financial institutions credit facilities granted to subsidiary companies	270,125
Corporations for trade credit facilities granted to subsidiary companies	139,100
	<u>409,225</u>

There are no further contingent liabilities save for that disclosed above.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS
OF BURSA MALAYSIA SECURITIES BERHAD**

1. Performance Review

For the quarter ended 30 June 2021, the Group recorded an increase in revenue by 49.1% to RM77.5 million from RM52 million and a profit before tax of RM7.5 million as compared to a loss of RM0.93 million recorded in the previous corresponding quarter ended 30 June 2020.

For the 6 months under review, the Group recorded an increase in revenue by 29.8% to RM137.6 million from RM106.0 million and profit before tax of RM2.8 million as compared to a loss before tax of RM7.3 million recorded in previous corresponding period.

The detailed analysis and explanation for the variances for each business segment are as follows:

(i) Business segment: Fire Services (RM'000)

	Second Quarter			Cumulative Quarter		
	30/06/2021	30/06/2020	Changes	30/06/2021	30/06/2020	Changes (%)
Revenue	16,664	18,461	-9.7%	34,405	38,809	-11.3%
(Loss)/Profit before tax	(152)	919	-116.5%	500	425	17.6%

During the quarter ended 30 June 2021, the Fire Services Division posted a decline of revenue by 9.7% to RM16.7 million from RM18.5 million and a loss before tax of RM0.2 million as compared to a profit before tax of RM0.9 million recorded in the same quarter in FY2020.

For the cumulative financial period, revenue recorded a decline of 11.3% while profit before tax increased by 17.6%.

The decline of revenue was mainly due to slow down in the progress work of a few projects under the Engineering division and intense competition resulting to a lower trading sales and margin, compounded by delay in certification for work done during the Movement Control Order ("MCO") period and the total lockdown period under the National Recovery Plan("NRP").

(ii) Business segment: Property Development & Construction (RM'000)

	Second Quarter			Cumulative Quarter		
	30/06/2021	30/06/2020	Changes	30/06/2021	30/06/2020	Changes (%)
Revenue	1,797	3,239	-44.5%	4,178	3,820	9.4%
(Loss)/profit before tax	(5,470)	1,036	-628.0%	(7,245)	1,157	-726.2%

During the quarter ended 30 June 2021, the Property Development & Construction Division posted a decline in revenue by 44.5% to RM1.8 million from RM3.2 million and loss before tax of RM5.5 million as compared to a profit before tax of RM1.0 million recorded in the same quarter in FY2020. The loss recorded during the quarter is mainly due to recognition of addition cost for the Azalea project.

For the cumulative financial period, revenue increase by 9.4% to RM4.2 million, however, the division recorded a loss before tax of RM7.2 million as compared to profit before tax of RM1.2 million recorded in previous year.

The implementation of MCO and NRP had delayed the construction work progress of Phase 2 of Taman Putra, resulted to a decline in both revenue and profit. The recognition of additional cost incurred for the Azalea project during the financial period has resulted the division into a loss situation.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

1. Performance Review (continued)

(iii) Business segment: Renewable & Waste-To-Energy (RM'000)

	Second Quarter			Cumulative Quarter		
	30/06/2021	30/06/2020	Changes	30/06/2021	30/06/2020	Changes (%)
Revenue	59,139	31,022	90.6%	99,216	65,415	51.7%
Profit/(Loss) before tax	901	152	492.8%	89	(4,503)	-

The Renewable & Waste-to-Energy Division recorded an increase in revenue by 90.6% to RM59.1 million from RM31.0 million and a profit before tax of RM0.9 million as compared to RM0.2 million recorded in the same quarter in FY2020.

For the cumulative financial period, the division recorded RM99.2 million in revenue, an increase of 51.7% and a profit before tax of RM0.1 million as compared to loss before tax of RM4.5 million in the previous financial period.

The Division obtained a better OER for the current quarter as compared to previous year which was caused by the extreme weather in Northern Peninsula during the first quarter of FY2020. Parts replacement expenses of RM1.5 million also resulted to higher loss in FY2020.

(iv) Business segment: HYPRO[™] PVC-O Pipes Manufacturing & Distribution (RM'000)

	Second Quarter			Cumulative Quarter		
	30/06/2021	30/06/2020	Changes	30/06/2021	30/06/2020	Changes (%)
Revenue	781	191	308.9%	1,650	459	259.5%
(Loss) before tax	(2,585)	(2,675)	-	(5,833)	(3,521)	-

HYPRO[™] PVC-O Pipes Manufacturing & Distribution Division recorded a revenue of RM0.8 million, an increase of 308.9% and registered a loss before tax of RM2.6 million as compared to RM2.7 million in the previous corresponding quarter.

For the cumulative financial period, the division recorded RM1.6 million in revenue, an increase of 259.5% and a loss before tax of RM5.8 million as compared to RM3.5 million in the previous financial period under review.

The undesirable performance was mainly due to tender activities and contracts awards were either delayed or halted during the MCO/NRP period. Most of Molecor's contracts consist of Government-driven projects, which are facing challenges amidst the Covid-19 pandemic and current political situation. As a cost control measure, the Division had temporarily stop the production process.

2. Comment on Material Changes in Profit Before Taxation Against Immediate Preceding Quarter

The material changes in profit before taxation for the current quarter as compared to the immediate preceding quarter are as follow :

	Current Quarter	Immediate Preceding Quarter	Changes	
	30/06/2021	31/03/2021	Amount	%
Profit/(loss) before taxation	7,500	(4,658)	12,158	261.0%

The material changes are mainly due to the following :

- i.) Property, Development & Construction division which recorded a loss of RM5.4 million as compared to a profit of RM1.0 million in the previous quarter due to delayed in construction work of Belleza project as a result of MCO/NRP and recognition of additional cost for the Azalea project.
- ii) Exceptional gain amounting to RM16.1 million from the disposal of investment in associate company which had been fully impaired in FY2016. The disposal was via the open market of Stock Exchange of Frankfurt.

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ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
3. Commentary of Prospects

Despite the challenging market environment experienced in 2021 posed by the Covid-19 pandemic, the Group managed to keep the situation under control with the necessary mitigation actions taken particularly on cost rationalisation and business protection measures implemented earlier.

The fire services sector, being dependent on building and construction activities is impacted by the MCO, CMCO, RMCO and NRP which caused delay in work progress and certification of work done. The division will make every effort to catch-up on its order book work progress to generate revenue and profitability.

Property development & construction segment has begun earth work activities for Phase 2 of Taman Putra and ready to start main building works in Quarter 3, 2021. The implementation of MCO, NRP and bad weather have delayed construction activities. Hence, immediate actions have been taken to mitigate the situation; such as imposition of more stringent SOP, implementation of CLQ (Central Labour Quarters) and increasing machineries and labours to speed up the progress of works.

Renewable & Waste-To-Energy segment businesses are able to continue to operate during the current pandemic. The management believes that the mill operation will continue to be sustainable as the crude palm oil (CPO) is still in high demand. The biogas plant will continue to provide steady revenue to the Group using Waste-To-Energy. The medical waste market (for non-concessionaires) continues to be strictly regulated by the authorities and highly competitive. The increase in the number of COVID-19 cases will likely see the increase in medical waste generation hence the demand of our service. It is vital to ensure compliance of SOP for the safe handling and disposal of medical waste to prevent cross-contamination exposure to the public and operation staff. The management shall follow through and work with the relevant authorities towards enabling increased revenue generation to sustain operations.

While the management is aggressively making efforts in expanding HYPRO PVC-O Pipe's acceptance to the authorities for installation in new projects, the onslaught of the pandemic and prolonged movement control measures have resulted in delays for awards and implementation of projects involving HYPRO PVC-O products. Nevertheless, there are encouraging signs that these projects are back on track and an increasing number of projects are now being specified with HYPRO® PVC-O pipes. The division has completed several tender exercises for the supply of the product, and the authorities are in the midst of issuing tender for the work packages, namely in the pipe rehabilitation programme and rural water supply projects and expecting the demand of the HYPRO PVC-O pipes to be gradually increased from Quarter 3 onwards.

With the positive advance progress of vaccination programme in Malaysia and other countries, the Group is hopeful that business conditions will return to normalcy.

4. Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interest and forecast profit after tax and minority interest and for the shortfall in profit guarantee are not applicable.

5. Income Tax Expense

	Second Quarter		Cumulative Quarter	
	30/06/2021	30/06/2020	30/06/2021	30/06/2020
	RM'000	RM'000	RM'000	RM'000
Income tax				
- Current year	184	516	544	809
- Prior year	-	-	-	-
	184	516	544	809
Deferred tax	448	3	456	179
Total income tax expense	632	519	1,000	988

The effective tax rate for the Group was higher than the statutory rate due to the losses of certain subsidiaries which cannot be set off against taxable profits made by other subsidiaries and certain expenses which are not deductible for tax purposes.

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**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS
OF BURSA MALAYSIA SECURITIES BERHAD**
6. Corporate Proposals
(a) Status of Corporate Proposals Announced But Not Completed

Save as disclosed below, there was no corporate proposal announced but not completed as at 30 June 2021:

(i) Long Term Incentive Plan ("LTIP")

On 15 April 2013, the Company announced the proposal to establish a Long Term Incentive Plan ("Proposed LTIP") of up to 15% of the issued and paid-up share capital of the Company at any time during the duration of the Proposed LTIP, for the eligible employees and Executive Directors of the FITTERS Group.

The Listing application of the Proposed LTIP had been submitted to Bursa Malaysia Securities Berhad on 30 April 2013 and was approved vide its letter dated 15 May 2013.

The effective date of implementation of the LTIP is 11 November 2013 and will be in force for a period of 5 years and may be extended for up to another 5 years immediately from the expiry of the first 5 years, but will not in aggregate exceed 10 years from the Effective Date.

Pursuant to the provisions of the By-Laws of LTIP, on 9 November 2018, the board had approved to extend the duration of the LTIP for another five (5) years immediately from the Expiry Date. The extended LTIP will now expire on 11 November 2023.

(b) Status of Utilisation of Proceeds Raised from Corporate Proposal

There was no corporate proposal involving fund raising.

7. Group Borrowings

The total Group borrowings are as follows:

	As at 30/06/2021 RM'000	As at 30/06/2020 RM'000
Short term borrowings		
Secured		
Term Loans	20,137	14,285
Finance lease liabilities	628	914
Bank overdrafts	2,376	2,656
Bankers acceptance	15,281	17,354
Revolving credits	30,245	31,445
Unsecured		
Bank overdrafts	1,310	871
Bankers acceptance	1,491	4,900
	<u>71,468</u>	<u>72,425</u>
Long term borrowings		
Secured		
Term Loans	10,460	21,573
Finance lease liabilities	599	856
	<u>11,059</u>	<u>22,429</u>

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**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS
OF BURSA MALAYSIA SECURITIES BERHAD**

8. Material Litigation

The Group does not have any material litigation for the financial year under review.

9. Dividend Payable

The Board of Directors does not recommend the payment of any dividend in respect of the financial period ended 30 June 2021.

10. Earnings Per Share

(a) Basic Earnings Per Share

Basic earnings per share are calculated by dividing profit for the year attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the year excluding treasury shares held by the Company.

	Second Quarter		Cumulative Quarter	
	30/06/2021	30/06/2020	30/06/2021	30/06/2020
	RM'000	RM'000	RM'000	RM'000
Profit/(loss) attributable to ordinary equity holders of the Company	7,604	(675)	3,449	(7,115)
Adjusted weighted average number of ordinary shares in issue 467,679,511 (2020: 460,655,614) ('000)	467,680	460,656	467,680	460,656
Basic earnings/(loss) per share (sen)	1.63	(0.15)	0.74	(1.54)

(b) Diluted Earnings Per Share

Diluted earnings per share are based on the profit for the financial period attributable to owners of the Company and the weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares that would be issued on exercise of warrants.

The effect on the basic earnings per share from the assumed conversion of warrants is anti-dilutive.

11. Authorisation for Issue

The interim financial statements for the period ended 30 June 2021 were authorised for issue in accordance with a resolution of the Board of Directors on 27 August 2021.

FITTERS DIVERSIFIED BERHAD

DATO' IR LOW KENG KOK
CHAIRMAN
Kuala Lumpur
27 August 2021