

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

**UNAUDITED FOURTH QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL QUARTER AND YEAR ENDED 31 JULY 2022**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR 31 JULY 2022**

	Individual period			Cumulative period		
	Current year	Preceding year	% Change	Current year	Preceding year	% Change
	quarter	corresponding		to date	corresponding	
	(31/07/2022)	quarter (31/07/2021)		(31/07/2022)	year to date (31/07/2021)	
RM'000	RM'000		RM'000	RM'000		
Revenue	55,663	58,049	(4%)	246,736	248,257	(1%)
Other items of income						
Interest income	903	943	(4%)	3,738	4,009	(7%)
Dividend income	127	79	61%	370	184	>100%
Other income	2,901	1,746	66%	5,689	13,213	(57%)
Items of expenses						
Raw materials and consumables used	(4,527)	(6,968)	(35%)	(23,952)	(36,886)	(35%)
Changes in inventories of finished goods and work-in-progress	(8)	(246)	(97%)	(758)	(238)	NM
Employee benefits expense	(22,736)	(23,444)	(3%)	(96,121)	(93,739)	3%
Depreciation of property, plant and equipment	(11,086)	(14,596)	(24%)	(51,457)	(57,748)	(11%)
Finance costs	(303)	(261)	16%	(638)	(881)	(28%)
Other expenses	(23,528)	(15,296)	54%	(79,375)	(65,146)	22%
Profit/(loss) before tax	(2,594)	6	NM	4,232	11,025	(62%)
Income tax (expense)/credit	91	(660)	NM	(2,566)	(3,690)	(30%)
Profit/(loss), net of tax	(2,503)	(654)	NM	1,666	7,335	(77%)
Other comprehensive income:						
Item that will not be reclassified to profit or loss						
Remeasurement gain arising from defined benefit liabilities, net of tax	126	391	(68%)	126	391	(68%)
Item to be reclassified subsequently to profit or loss						
Foreign currency translation gain	85	1,167	(93%)	388	3,275	(88%)
Other comprehensive income for the year, net of tax	211	1,558	(86%)	514	3,666	(86%)
Total comprehensive income for the year, net of tax	(2,292)	904	NM	2,180	11,001	(80%)
Earnings/(loss) per share attributable to owners of the Company (sen):						
- Basic	(5.8)	(1.5)	NM	3.9	17.1	(77%)

NM – percentage change not meaningful

The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 July 2021 and the accompanying explanatory notes attached to the interim financial statements.

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 JULY 2022

	<u>As at end of current quarter 31/07/2022</u>	<u>As at preceding financial year end 31/07/2021</u>
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	170,553	122,331
Deferred tax assets	4,410	3,398
Other receivables	367	664
	<u>175,330</u>	<u>126,393</u>
Current assets		
Inventories	1,867	7,844
Trade and other receivables	48,253	46,801
Prepayments	4,413	1,414
Investment securities	12,409	14,182
Tax recoverable	6,517	3,926
Cash and short-term deposits	176,853	215,368
	<u>250,312</u>	<u>289,535</u>
Total assets	<u>425,642</u>	<u>415,928</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	43,678	43,678
Other reserves	20,442	20,054
Retained earnings	298,238	299,672
Total equity	<u>362,358</u>	<u>363,404</u>
Non-current liabilities		
Loans and borrowings	15,394	6,375
Defined benefit liabilities	4,640	4,362
Deferred tax liabilities	5,300	2,528
	<u>25,334</u>	<u>13,265</u>
Current liabilities		
Trade and other payables	26,060	30,443
Contract liabilities	-	1,375
Loans and borrowings	11,890	7,417
Income tax payable	-	24
	<u>37,950</u>	<u>39,259</u>
Total liabilities	<u>63,284</u>	<u>52,524</u>
Total equity and liabilities	<u>425,642</u>	<u>415,928</u>
Net assets per share attributable to owners of the Company (RM)	<u>8.42</u>	<u>8.45</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 July 2021 and the accompanying explanatory notes attached to the interim financial statements.

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 JULY 2022

	< ----- Attributable to owners of the Company ----- >					Total equity
	< ----- Non-distributable ----- >				Distributable	
	Share capital	Foreign currency translation reserve	Statutory reserve fund	Capital reserve	Retained earnings	
FY2022						
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 August 2021	43,678	13,185	4,629	2,240	299,672	363,404
Profit for the year	-	-	-	-	1,666	1,666
Other comprehensive income for the year	-	388	-	-	126	514
Transaction with owners						
Dividends on ordinary shares	-	-	-	-	(3,226)	(3,226)
As at 31 July 2022	43,678	13,573	4,629	2,240	298,238	362,358

	< ----- Attributable to owners of the Company ----- >					Total equity
	< ----- Non-distributable ----- >				Distributable	
	Share capital	Foreign currency translation reserve	Statutory reserve fund	Capital reserve	Retained earnings	
FY2021						
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 August 2020	43,678	9,910	4,629	2,240	295,817	356,274
Profit for the year	-	-	-	-	7,335	7,335
Other comprehensive income for the year	-	3,275	-	-	391	3,666
Transactions with owners						
Dividends on ordinary shares	-	-	-	-	(3,871)	(3,871)
As at 31 July 2021	43,678	13,185	4,629	2,240	299,672	363,404

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 July 2021 and the accompanying explanatory notes attached to the interim financial statements.

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 July 2022

	Current year to date 31/07/2022 RM'000	Preceding year corresponding year to date 31/07/2021 RM'000
OPERATING ACTIVITIES		
Profit before tax	4,232	11,025
Adjustments for:		
Depreciation of property, plant and equipment	51,457	57,748
Plant and equipment written off	14	-
Net gain on disposal of property, plant and equipment	(2,460)	(7,860)
Write-down of inventories	1,379	134
Net fair value gain on investment securities	(1,445)	(3,329)
Unrealised exchange gain	(49)	(24)
Dividend income	(370)	(184)
Interest income	(3,738)	(4,009)
Finance costs	638	881
Operating cash flows before changes in working capital	49,658	54,382
Decrease/(increase) in inventories	4,598	(1,923)
Increase in prepayments and receivables	(1,654)	(11,060)
Decrease in payables and contract liabilities	(6,350)	(230)
Cash flows from operations	46,252	41,169
Income taxes paid, net	(3,400)	(7,601)
Interest paid	(470)	(808)
Interest received	1,448	4,320
Net cash flows from operating activities	43,830	37,080
INVESTING ACTIVITIES		
Decrease/(increase) in short-term deposits with maturity more than three months	55,300	(4,391)
Purchase of investment securities	(478)	(2,926)
Proceeds from disposal of investment securities	3,696	945
Dividend income	370	184
Purchase of property, plant and equipment	(94,883)	(43,775)
Proceeds from disposal of property, plant and equipment	2,491	7,939
Net cash flows used in investing activities	(33,504)	(42,024)
FINANCING ACTIVITIES		
Repayment of principal portion of lease liabilities	(2,756)	(3,615)
Repayment of bank loans	(5,035)	(21,649)
Proceeds from bank loans	18,000	12,837
Dividend paid on ordinary shares	(3,871)	(3,226)
Net cash flows from/(used in) financing activities	6,338	(15,653)
Net increase/(decrease) in cash and cash equivalents	16,664	(20,597)
Effect of exchange rate changes on cash and cash equivalents	121	1,471
Cash and cash equivalents at beginning of the year	65,568	84,694
Cash and cash equivalents at end of the year	82,353	65,568

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

Cash and cash equivalents comprised the following:

	Current year to date 31/07/2022 RM'000	Preceding year corresponding year to date 31/07/2021 RM'000
Cash at banks and on hand	25,261	30,240
Deposits with licensed banks	151,592	185,128
Cash and short-term deposits	176,853	215,368
Less: Short-term deposits with maturity more than three months	(94,500)	(149,800)
Cash and cash equivalents	82,353	65,568

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 July 2021 and the accompanying explanatory notes attached to the interim financial statements.

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134: "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board, International Accounting Standards ("IAS") 34 "Interim Financial Reporting", requirements of the Companies Act 2016 in Malaysia and paragraph 9.22 and Part A of Appendix 9B of the Bursa Malaysia Securities Berhad's Main Market Listing Requirements. The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 July 2021. 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 July 2021.

2. Significant accounting policies

The significant accounting policies and methods of computation in the interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 July 2021 except that on 1 August 2021, the Group adopted the MFRSs, amendments and interpretations that are effective for annual periods beginning on or after 1 January 2021 which are applicable to the Group. The initial adoption of these applicable MFRSs, amendments and interpretations do not have any material impact on the financial performance or position of the Group.

3. Audit report of preceding annual financial statements

The audit report of the Group's preceding annual financial statements was not qualified.

4. Seasonality or cyclicity of operations

There was no material seasonal or cyclical fluctuation in the operations of the Group.

5. 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 unusual items affecting assets, liabilities, equity, net income, or cash flows for the current financial year.

6. 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.

7. Issues, repurchases, and repayments of debt and equity securities

There were no issues, repurchases and repayments of debt and equity securities for the current financial year.

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

8. Dividends

	<u>Current year to date</u>	<u>Preceding year corresponding year to date</u>
	<u>31/07/2022</u>	<u>31/07/2021</u>
	<u>RM'000</u>	<u>RM'000</u>
Recognised during the financial year to date		
Final tax exempt dividend for 2021 at 6 sen (2020: 6 sen) per ordinary share, paid on 15 February 2022	2,581	2,581
Interim tax exempt dividend for 2022 at 1.5 sen (2021: 3 sen) per ordinary share, was paid on 23 August 2022	645	1,290
	<u>3,226</u>	<u>3,871</u>
Proposed but not recognised as a liability as at year end		
Final tax exempt dividend for 2022 at 6 sen (2021: 6 sen) per ordinary share, to be approved by shareholders at the Annual General Meeting	<u>2,581</u>	<u>2,581</u>

9. Events not reflected in the financial statements

There were no material subsequent events to be disclosed as at the date of this report.

10. Changes in the composition of the Group

There were no changes in the composition of the Group for the current financial year.

11. Acquisition or disposal of items of property, plant and equipment

During the current financial year, the Group acquired property, plant and equipment amounting to RM99,568,000, and disposed (including write-off) property, plant and equipment of net book value amounting to RM45,000.

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

12. Significant related party transactions

	<u>Current year to date</u>	<u>Preceding year corresponding year to date</u>
	<u>31/07/2022</u>	<u>31/07/2021</u>
	<u>RM'000</u>	<u>RM'000</u>
Transactions with Sunright Limited, holding company of the Company, and its subsidiaries:		
Management fees charged by holding company	9,023	7,522
Dividends paid/payable to holding company	1,562	1,874
Rental received/receivable from related company	9	-
Electronic manufacturing services rendered to a related company	-	75
Purchases of equipment (including consumables) and related software from related companies	4,347	1,941

The directors are of the opinion that the above transactions were in the normal course of business and at terms mutually agreed between the companies.

13. Significant commitments for purchase of property, plant and equipment

Commitments for purchases of property, plant and equipment amounted to RM44,172,000 as at 31 July 2022.

Included in the commitments was an amount of RM1,294,000 relating to purchases from certain related companies.

14. Profit before tax

	<u>Individual Period</u>		<u>Cumulative Period</u>	
	<u>Current year quarter</u>	<u>Preceding year corresponding quarter</u>	<u>Current year to date</u>	<u>Preceding year corresponding year to date</u>
	<u>31/07/2022</u>	<u>30/07/2021</u>	<u>31/07/2022</u>	<u>30/07/2021</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Profit before tax is arrived at:				
After charging:				
Write-down of inventories	1,185	65	1,379	134
Net fair value loss on investment securities	779	-	-	-
Net foreign exchange loss	-	-	-	-
And crediting:				
Net gain on disposal of property, plant and equipment	2,460	538	2,460	7,860
Net fair value gain on investment securities	-	813	1,445	3,329
Net foreign exchange gain	92	12	440	110

There was no gain or loss arising from derivatives, disposal of unquoted investments and exceptional items.

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

15. Derivative

The Group does not have any derivative for the current quarter and financial year.

16. Fair value changes of financial liabilities

There was no gain or loss arising from fair value changes of the financial liabilities for the current quarter and financial year.

17. Segment information

No segment reporting has been prepared as the Group has only one operating segment, namely burn-in, testing and electronic manufacturing services.

18. Detailed analysis of Group performance

Analysis of the performance for the current quarter

The Group's revenue was lower by 4% or RM2.4 million, from RM58.0 million in the preceding year's fourth quarter ("4QFY2021") to RM55.7 million for the current quarter ended 31 July 2022 ("4QFY2022"). This was largely attributed to reduced sales from electronic manufacturing services ("EMS") which was scaled down, partially cushioned by higher burn-in and testing sales.

Other income increased by 66% or RM1.2 million, mainly due to higher gain on disposal of machinery and test equipment by RM1.9 million, partially offset by absence of fair value gain on investment in securities of RM0.8 million.

Raw materials and consumables used and changes in inventories of finished goods and work-in-progress decreased by 37% or RM2.7 million, in line with lower EMS sales.

Depreciation of property, plant and equipment was lower by 24% or RM3.5 million, as certain machinery and test equipment were fully depreciated during the current financial year.

Other expenses increased by 54% or RM8.2 million, mainly attributable to the higher repairs and maintenance of RM3.4 million, utility costs of RM1.1 million, rental of equipment by RM0.2 million and management fees of RM0.8 million in support of higher burn-in and testing services, higher write-down of inventories by RM1.1 million, a net fair value loss on investment securities of RM0.8 million, and portfolio fees for investment securities of RM0.4 million.

Consequently, the Group reported a loss before tax of RM2.6 million, from breakeven position.

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

Analysis of the performance for the current financial year

The Group's revenue was RM246.7 million for the current financial year ended 31 July 2022, comparable with that of RM248.3 million in the preceding year. The marginal decrease of 1% or RM1.5 million was due to the decline in EMS sales, but offset by higher burn-in and testing sales.

Other income decreased by 57% or RM7.5 million, mainly due to lower gain on disposal of machinery and test equipment by RM5.4 million and lower fair value gain on investment in securities by RM1.9 million.

Raw materials and consumables used and changes in inventories of finished goods and work-in-progress were lower by 33% or RM12.4 million, in line with lower EMS sales.

Employee benefits expense increased by 3% or RM2.4 million, to align to operational requirements for burn-in and testing services, and included severance compensation following the scaling down of EMS.

Depreciation of property, plant and equipment was lower by 11% or RM6.3 million, as certain machinery and test equipment were fully depreciated.

Other expenses rose by 22% or RM14.2 million, largely attributable to higher repairs and maintenance costs of RM6.5 million, utility costs of RM2.4 million, rental of equipment of RM0.3 million and management fees of RM1.5 million in support of higher burn-in and testing services, higher write down of inventories by RM1.2 million as well as portfolio fees for investment securities of RM1.4 million.

Consequently, the Group's profit before tax was lower by 62% or RM6.8 million, from RM11.0 million to RM4.2 million in the current financial year.

Analysis of financial position

Property, plant and equipment was higher by 39% or RM48.2 million, from RM122.3 million as at 31 July 2021 to RM170.6 million as at 31 July 2022. The increase was primarily due to capital expenditure of RM99.6 million, offset by depreciation charge of RM51.5 million.

Deferred tax assets increased by 30% or RM1.0 million, from RM3.4 million to RM4.4 million, as a result of higher deductible temporary differences arising from unutilised tax benefits.

Inventories were lower by 76% or RM6.0 million, from RM7.8 million to RM1.9 million, following the fulfilment of EMS orders, and write-down of inventories of RM1.4 million.

Total trade and other receivables were higher by 2% or RM1.2 million, from RM47.5 million to RM48.6 million, mainly due to higher sundry receivables.

Prepayment increased by RM3.0 million, from RM1.4 million to RM4.4 million, mainly attributable to higher procurement of machinery and test equipment.

Investment securities were lower by 13% or RM1.8 million, from RM14.2 million to RM12.4 million, as a result of net disposal of investment securities of RM3.2 million, offset by higher fair value gain of RM1.4 million.

Tax recoverable increased by 66% or RM2.6 million, from RM3.9 million to RM6.5 million, primarily due to higher monthly tax instalment payments made during the current financial year.

Cash and short-term deposits declined by 18% or RM38.5 million, from RM215.4 million to RM176.9 million, mainly due to payment for purchases of property, plant and equipment.

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

Trade and other payables were lower by 14% or RM4.4 million, from RM30.4 million to RM26.1 million, mainly due to lower trade purchases following the scaling down of EMS and lower other payables following the settlement of purchases of machinery and test equipment.

Contract liabilities reduced by RM1.4 million, upon fulfilment of EMS deliveries.

The Group's loans and borrowings increased by 98% or RM13.5 million, from RM13.8 million to RM27.3 million, primarily due to net additions in bank loans of RM13.0 million.

Deferred tax liabilities increased by RM2.8 million, from RM2.5 million to RM5.3 million, as a result of higher taxable temporary differences arising from the utilisation of accelerated capital allowances.

19. Material change in the profit before taxation compared to the results of the preceding quarter

The Group reported a loss before tax of RM2.6 million in 4QFY2022, compared to loss before tax of RM1.9 million in the preceding quarter ended 30 April 2022. The increase of RM0.7 million in loss before tax was largely due to higher fair value loss on investment securities by RM0.4 million and higher finance costs by RM0.2 million following the drawdown of loans.

20. Prospects

The global economic growth was 6.1% in 2021, and the International Monetary Fund has revised its 2022 forecast downward in July 2022 projection, from 3.6% to 3.2%. The worldwide semiconductor revenue was USD595 billion in 2021, and the projected growth for 2022 has also been revised downwards, to 7.4% from the previous forecast of 13.6%, or USD639 billion issued in 2022.

These outlooks indicate weaker consumer spending particularly on electronic products such as smartphones and personal computers, following the economic damage caused by the war in Ukraine, rising global inflation, higher interest rates, along with increased energy and fuel costs as well as the lingering supply-demand imbalances. Nevertheless, we see continued growth in the automotive electronic segment as semiconductor content per vehicle will increase with the transition to electric cars, and in the data center market with the continued cloud infrastructure investments.

The Covid-19 Pandemic remains a concern with the Omicron sub-variant driving up cases in parts of the world. China is continuing with its zero-Covid19 policy although major economies are easing its border controls amidst improving vaccination rates. This may affect the pace of easing the global supply-demand imbalances.

Notwithstanding these uncertainties in the economic development coupled with the increased geopolitical tensions in the world setting, the Group is focused in supporting its key customers' demand for increased capacity and newer capability to quicken time to market, whilst addressing challenges in material flow linearity, labour shortages and accelerating factory efficiencies.

21. Financial estimate, forecast or projection, or profit guarantee

The Group did not issue financial estimate, forecast or projection, or profit guarantee previously in any public document.

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

22. Taxation

	Individual Period		Cumulative Period	
	Current year quarter	Preceding year corresponding quarter	Current year to date	Preceding year corresponding year to date
	31/07/2022	31/07/2021	31/07/2022	31/07/2021
	RM'000	RM'000	RM'000	RM'000
Current income tax				
- Malaysian income tax	(639)	(2,338)	857	1,983
- Over provision in prior years	(72)	(10)	(72)	(10)
	<u>(711)</u>	<u>(2,348)</u>	<u>785</u>	<u>1,973</u>
Deferred tax				
- Relating to origination and reversal of temporary differences	639	2,955	1,800	1,674
- (Over)/under provision in prior years	(19)	53	(19)	43
	<u>620</u>	<u>3,008</u>	<u>1,781</u>	<u>1,717</u>
Income tax expense/(credit)	<u>(91)</u>	<u>660</u>	<u>2,566</u>	<u>3,690</u>

The tax credit for the current quarter was largely due to certain deferred tax assets that were not recognized on unutilized business losses.

The effective tax rate for the current year to date was higher than the statutory tax rate, mainly due to certain deferred tax assets that were not recognized on unutilized business losses and other deductible temporary differences.

23. Status of uncompleted corporate proposals

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

24. Group borrowings and debt securities

	As at 31/07/2022	As at 31/07/2021
	RM'000	RM'000
Bank loans*	22,054	9,066
Lease liabilities	5,230	4,726
	<u>27,284</u>	<u>13,792</u>
Repayable within 12 months	11,890	7,417
Repayable after 12 months	15,394	6,375
	<u>27,284</u>	<u>13,792</u>
Total loans and borrowings denominated in:		
Renminbi	1,045	4,387
Ringgit Malaysia	26,239	9,405
	<u>27,284</u>	<u>13,792</u>

* Included in bank loans of RM nil were secured by corporate guarantee provided by the Company as at 31/7/2022 (31/7/2021: RM2,451,000).

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

25. Changes in material litigation

There was no material litigation as at the date of this announcement.

26. Earnings per share

Basic earnings/(loss) per ordinary share amounts are calculated by dividing profit/(loss) net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the current reporting period.

	<u>Individual Period</u>		<u>Cumulative Period</u>	
	<u>Current year quarter</u>	<u>Preceding year corresponding quarter</u>	<u>Current year to date</u>	<u>Preceding year corresponding year to date</u>
	<u>31/07/2022</u>	<u>31/07/2021</u>	<u>31/07/2022</u>	<u>31/07/2021</u>
Profit/(loss), net of tax (RM'000)	(2,503)	(654)	1,666	7,335
Weighted average number of ordinary shares ('000)	43,014.5	43,014.5	43,014.5	43,014.5
Basic earnings/(loss) per share (sen)	<u>(5.8)</u>	<u>(1.5)</u>	<u>3.9</u>	<u>17.1</u>

The Group has no potential ordinary shares in issue as at reporting date and therefore diluted earnings per share has not been presented.

BY ORDER OF THE BOARD

Leong Oi Wah
Company Secretary

Petaling Jaya
Date: 21 September 2022

KESM INDUSTRIES BERHAD
(Incorporated in Malaysia)

Registration No. : 197201001376 (13022-A)

SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 JULY 2022

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER (31/07/2022) RM'000	PRECEDING YEAR CORRESPONDING QUARTER (31/07/2021) RM'000	CURRENT YEAR TO DATE (31/07/2022) RM'000	PRECEDING YEAR CORRESPONDING PERIOD (31/07/2021) RM'000
1.	Revenue	55,663	58,049	246,736	248,257
2.	Profit/(loss) before tax	(2,594)	6	4,232	11,025
3.	Profit/(loss) for the period	(2,503)	(654)	1,666	7,335
4.	Profit/(loss) attributable to ordinary equity holders of the Company	(2,503)	(654)	1,666	7,335
5.	Basic earnings/(loss) per share (sen)	(5.82)	(1.52)	3.87	17.05
6.	Proposed/Declared dividend per share (sen)	7.50	9.00	7.50	9.00

		AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR
7.	Net assets per share attributable to ordinary equity holders of the Company (RM)	8.4241	8.4484

ADDITIONAL INFORMATION

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER (31/07/2022) RM'000	PRECEDING YEAR CORRESPONDING QUARTER (31/07/2021) RM'000	CURRENT YEAR TO DATE (31/07/2022) RM'000	PRECEDING YEAR CORRESPONDING PERIOD (31/07/2021) RM'000
1.	Gross interest income	903	943	3,738	4,009
2.	Gross interest expense	303	261	638	881