

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

	NOTE	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMMULATIVE QUARTER 9 MONTHS ENDED	
		CURRENT YEAR 30/9/2021 UNAUDITED RM'000	PRECEEDING YEAR 30/9/2020 UNAUDITED RM'000	CURRENT YEAR 30/9/2021 UNAUDITED RM'000	PRECEEDING YEAR 30/9/2020 UNAUDITED RM'000
<b>Continuing Operations</b>					
Revenue	9, 14 & 15	30,344	23,459	84,647	97,861
Cost of Sales		(29,519)	(22,910)	(78,842)	(93,693)
<b>Gross Profit</b>		<u>825</u>	<u>549</u>	<u>5,805</u>	<u>4,148</u>
Other income	23	887	100	4,532	4,775
Administrative expenses		(9,829)	(4,810)	(16,575)	(20,857)
Selling & marketing expenses		-	-	-	-
	9	<u>(8,117)</u>	<u>(4,161)</u>	<u>(6,238)</u>	<u>(11,914)</u>
Finance costs		(1,059)	(1,347)	(3,182)	(4,238)
Interest income		188	272	353	413
<b>Loss before tax</b>	9	<u>(8,988)</u>	<u>(5,236)</u>	<u>(9,067)</u>	<u>(15,739)</u>
Income tax income/(expense)	19	(81)	17	86	174
<b>Profit/(loss) for the period</b>		<u>(9,069)</u>	<u>(5,219)</u>	<u>(8,981)</u>	<u>(15,565)</u>
<b>Other comprehensive income, net of tax:</b>					
		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Other comprehensive income, net of tax</b>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total comprehensive income for the period</b>		<u>(9,069)</u>	<u>(5,219)</u>	<u>(8,981)</u>	<u>(15,565)</u>
<b>Profit/(Loss) attributable to:</b>					
Owners of the parent	14 & 15	(9,069)	(5,217)	(8,962)	(15,617)
Non-Controlling Interest		-	(2)	(19)	52
		<u>(9,069)</u>	<u>(5,219)</u>	<u>(8,981)</u>	<u>(15,565)</u>
<b>Total comprehensive income attributable to:</b>					
Owners of the parent		(9,069)	(5,217)	(8,962)	(15,617)
Non-Controlling Interest		-	(2)	(19)	52
		<u>(9,069)</u>	<u>(5,219)</u>	<u>(8,981)</u>	<u>(15,565)</u>
<b>Profit/(Loss) per ordinary share attributable to owners of the parent:</b>					
Basic (sen)	27	<u>(2.79)</u>	<u>(2.44)</u>	<u>(2.83)</u>	<u>(7.30)</u>
Fully diluted (sen)	27	<u>(2.50)</u>	<u>(2.07)</u>	<u>(2.52)</u>	<u>(6.20)</u>

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

	Note	As at 30 September 2021 (Unaudited) RM'000	As at 31 December 2020 (Audited) RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		4,091	4,626
Right-of-use assets		2,163	4,793
Investment property		1,320	1,736
Goodwill		-	1,084
Inventories		13,974	13,337
<b>Total non-current assets</b>		<b>21,548</b>	<b>25,576</b>
<b>Current assets</b>			
Inventories		68,223	75,510
Contract assets		4,949	1,149
Trade receivables	22	28,825	39,587
Other receivables		19,712	9,392
Tax recoverable		446	294
Deposits, cash and bank balances		49,263	21,133
<b>Total current assets</b>		<b>171,418</b>	<b>147,065</b>
<b>TOTAL ASSETS</b>		<b>192,966</b>	<b>172,641</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Share capital		188,469	160,229
Warrants reserve		3,619	3,619
Accumulated losses		(89,140)	(80,178)
<b>Equity attributable to owners of the parent</b>		<b>102,948</b>	<b>83,670</b>
<b>Non-controlling interest</b>		<b>-</b>	<b>(108)</b>
<b>Total equity</b>		<b>102,948</b>	<b>83,562</b>
<b>Non-current liabilities</b>			
Bank borrowings	21	19,242	23,238
Lease liabilities		1,205	2,988
Deferred tax liabilities		2,753	2,848
		<b>24,043</b>	<b>29,074</b>
<b>Current liabilities</b>			
Bank borrowings	21	56,301	43,998
Lease liabilities		298	796
Contract liabilities		690	1,059
Trade payables		3,512	6,292
Other payables		6,012	7,848
Amount due to directors		-	4
Tax payable		5	8
		<b>66,818</b>	<b>60,005</b>
<b>Total Liabilities</b>		<b>90,018</b>	<b>89,079</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>192,966</b>	<b>172,641</b>
Net assets per share attributable to owners of the parent		0.3169	0.3914

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

	Note	Attributable to owners of the parent Non-Distributable			Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
		Capital RM'000	Warrants Reserve RM'000	Accumulated Losses RM'000			
<b>At 1 January 2020</b>		149,840	3,619	(57,758)	95,701	186	95,887
Total comprehensive income for the financial period		-	-	(15,617)	(15,617)	52	(15,565)
<b>At 30 September 2020</b>		149,840	3,619	(73,375)	80,084	238	80,322
<b>At 1 January 2021</b>		160,229	3,619	(80,178)	83,670	(108)	83,562
Transaction with owners: Private placement		28,240	-	-	28,240	-	28,240
Disposal of subsidiaries		-	-	-	-	127	127
Total comprehensive income for the financial period		-	-	(8,962)	(8,962)	(19)	(8,981)
<b>At 30 September 2021</b>		188,469	3,619	(89,140)	102,948	-	102,948

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

	Note	Current Year To-Date (Unaudited) 30 September 2021 RM'000	Preceding Year To-Date (Unaudited) 30 September 2020 RM'000
<b>Net loss before tax</b>	9	(9,067)	(15,739)
Adjustments for non-cash flow:			
Depreciation and amortisation		1,040	1,057
Non-cash items		(2,859)	6,968
Interest expense		3,182	4,238
Interest income		(353)	(413)
<b>Operating loss before changes in working capital</b>		<u>(8,057)</u>	<u>(3,889)</u>
<b>Changes to working capital</b>			
Net increase in current assets		(1,607)	(2,371)
Net increase/(decrease) in current liabilities		5,929	(3,084)
<b>Net cash flows used in operating activities</b>		<u>(3,735)</u>	<u>(9,344)</u>
Interest received		353	413
Interest paid		(3,182)	(4,238)
Tax paid		(155)	(745)
<b>Net cash used in operating activities</b>		<u>(6,719)</u>	<u>(13,914)</u>
<b>Investing activities</b>			
Purchase of property, plant and equipment		(582)	(372)
Proceeds from sale of property, plant and equipment		-	97
Purchase of right-of-use assets		(412)	(227)
Net cash outflow from disposal of subsidiary company		(487)	-
<b>Net cash used in investing activities</b>		<u>(1,481)</u>	<u>(502)</u>
<b>Financing activities</b>			
Net proceeds on bank borrowings		5,929	21,930
Lease liabilities paid		(213)	(201)
Proceeds of private placement		28,240	-
Amount due to directors		(4)	(812)
<b>Net cash generated from financing activities</b>		<u>33,952</u>	<u>9,190</u>
Net changes in cash and cash equivalents		25,752	(612)
Effects of exchange rate changes		-	-
Cash and cash equivalents at beginning of the period		12,586	19,687
Cash and cash equivalents at the end of the period		<u>38,338</u>	<u>19,075</u>
Cash and cash equivalents comprise:			
Cash and bank balances		49,263	31,191
Overdraft	22	(10,925)	(12,116)
Cash and cash equivalents at the end of the year		<u>38,338</u>	<u>19,075</u>
Included in the cash flows from operating activities are:			
Cash receipts from customers		95,409	68,593
Cash payments to suppliers, contractors and employees		99,449	81,481

(The Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements)

**A) Notes in accordance to requirements under Financial Reporting Standards (“FRS”) No. 134 - Interim Financial Reporting**

**1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 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 for the year ended 31 December 2020. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2020.

**2. Changes in Accounting Policies**

The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the most recent audited financial statements for the year ended 31 December 2020.

On 1 January 2021, the Group adopted the following FRSs, Amendments to FRSs and IC Interpretations:-

Description	Effective for annual periods beginning on or after
Amendments to MFRS 16; COVID-19-Related Rent Concessions	1 June 2020
MFRS 4; Extension of the Temporary Exemption from Applying MFRS 9 (Amendments to MFRS 4 Insurance Contracts)	17 August 2020
MFRS 4, MFRS 7, MFRS 9, MFRS 16 and MFRS 139; Interest Rate Benchmark Reform - Phase 2	1 January 2021
Amendments to MFRS 16; COVID-19-Related Rent Concessions Beyond 30 June 2021	1 April 2021

The adoption of the above amendments and Annual Improvements to Standards did not have any material impact on the Group and the Company’s financial statements upon their initial application.

The following MFRSs, Amendments to FRSs and IC Interpretations were issued by the MASB but are not yet effective to the Group:

Description	Effective for annual periods beginning on or after
Amendments to MFRS 3 Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 116 Property, Plant and Equipment – Proceeds Before Intended Use	1 January 2022
Amendments to MFRS 137 Onerous Contracts – Costs of Fulfilling a Contract	1 January 2022
Annual Improvements MFRS Standards 2018 – 2020	
Amendments to MFRS 1	1 January 2022
Amendments to MFRS 9	1 January 2022
Amendments to MFRS 16	1 January 2022
Amendments to MFRS 141	1 January 2022
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 101	
Classification of Liabilities as Current or Non-current	1 January 2023
Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 8 Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 10 and FMRS 128: Sale or Contribution of Assets between an Investor and its Associates and Joint Venture	Deferred until further notice

The Group and the Company intend to adopt the above MFRSs when they become effective.

The initial application of the abovementioned standards, amendments or interpretations are not expected to have any material impact to the financial statements of the Group and the Company.

### 3. Auditors' Report on Preceding Annual Financial Statements

The audited financial statements for the year ended 31 December 2020 were reported without any qualification.

### 4. Comments about Seasonal or Cyclical factors

The Company operations are not affected by any seasonal or cyclical factors.

### 5. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 30 September 2021.

### 6. Changes in Estimates

There were no changes in estimates that had any material effect to the financial statements in the quarter under review.

### 7. Debt and equity securities

There were no issuances, repurchases and repayments of debt and equity securities for the current quarter and financial year to-date.

### 8. Dividends paid

No dividend has been declared for the current quarter ended 30 September 2021.

### 9. Segmental information

The Group is organized into three main business divisions:

- (i) Poultry – This consists of contract farming, and trading of live broilers, feeds, day-old chicks, medications and vaccines.
- (ii) Property development – This consists of development and construction of residential and commercial properties.
- (iii) Healthcare – This consists of setting up and running of hospitals and clinics.

Segment information for the nine months ended 30 September 2021 was as follows:

	<u>Poultry</u> RM'000	<u>Property development</u> RM'000	<u>Healthcare</u> RM'000	<u>Eliminations</u>	<u>Group</u> RM'000
<b>2021</b>					
<b>Revenue</b>	64,615	27,640	611	(8,219)	84,647
<b>Results</b>					
Segment results	(6,345)	(1,261)	(960)	3,234	(5,332)
Unallocated expense					(906)
Loss from operations					(6,238)
Finance income					353
Finance costs					(3,182)
Loss before tax					(9,067)

Segment information for the nine months ended 30 September 2020 was as follows:

	<u>Poultry</u> RM'000	<u>Property development</u> RM'000	<u>Healthcare</u> RM'000	<u>Eliminations</u>	<u>Group</u> RM'000
<b><u>2020</u></b>					
<b>Revenue</b>	114,675	16,932	58	(33,804)	97,861
<b>Results</b>					
Segment results	(8,961)	528	(2,358)	(391)	(11,182)
Unallocated expense					(732)
Loss from operations					(11,914)
Finance income					413
Finance costs					(4,238)
Loss before tax					(15,739)

Unallocated expenses refer to the results of the Company and companies which are not classified either as poultry, property development or healthcare segments.

## 10. Subsequent Events

As at the date of this report, there were no material events subsequent to the current quarter ended 30 September 2021, except as follows:

On 4 October 2021, the Company announced that it wishes to undertake a Proposed Capital Reduction exercise. The Proposed Capital Reduction entails the reduction of RM88.00 million of the issued share capital of the Company which is lost and unrepresented by available assets pursuant to Section 116(1)(b) of the Act. The corresponding credit of RM88.00 million arising from the Proposed Capital Reduction will be utilised to eliminate the accumulated losses of the Company while the balance, if any, will be credited to the retained earnings account of the Company which may be utilised in such manner as the Board deems fit, as permitted by the relevant and applicable laws, the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") as well as the Company's Constitution.

The Proposed Capital Reduction will eliminate the Company's accumulated losses via reduction and cancellation of the current issued share capital of the Company (in RM value) to more accurately reflect the value of the underlying assets and the financial position of the Company and enhance the financial profile of the Group with its bankers, customers, suppliers, investors, and other stakeholders of the Group following the elimination of the accumulated losses.

The Proposed Capital Reduction was duly approved by Bursa Malaysia Securities Berhad and the Company will hold an extraordinary general meeting on 23 November 2021 to obtain the shareholders' approval. The Company will make further announcements on the Proposed Capital Reduction after the said extraordinary general meeting.

## 11. Changes to the composition of the Group

There were no changes in the composition of the Group in the current quarter under review.

## 12. Contingent Liabilities

The Company provides corporate guarantee to financial institutions for all unsecured credit facilities granted to subsidiaries amounting to RM58.04 million as at 30 September 2021.

## 13. Capital Commitments

There were no material capital commitments not provided for in the interim financial statements as at 30 September 2021.

#### 14. Review of Current Quarter Events and Performance

The Group’s performance for the current year’s third quarter ended 30 September 2021 compared to the preceding year’s third quarter ended 30 September 2020 is shown in Table 1, Table 2 and Table 3.

**Table 1: Financial review for current quarter and financial year to date**

	Individual Period (3 <sup>rd</sup> Quarter)		Changes (RM’000/%)	Cumulative Period (9 Months)		Changes (RM’000/%)
	Current Year 30/9/2021 RM’000	Preceding Year 30/9/2020 RM’000		Current Year 30/9/2021 RM’000	Preceding Year 30/9/2020 RM’000	
Revenue	30,344	23,459	+6,885, +29%	84,647	97,861	-13,214, -14%
Profit/(Loss) before interest and tax	(8,117)	(4,161)	-3,956, -95%	(6,238)	(11,914)	+5,676, +48%
Profit/(Loss) before tax	(8,988)	(5,236)	-3,752, -72%	(9,067)	(15,739)	+6,672, +42%
Profit/(Loss) after tax	(9,069)	(5,219)	-3,850, -74%	(8,981)	(15,565)	+6,584, +42%
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	(9,069)	(5,217)	-3,852, -74%	(8,962)	(15,617)	+6,655, +43%

**Table 2: Revenue by Segment (Current Quarter and Corresponding Quarter)**

Description	3 months ended	3 months ended	Increase/(Decrease)	
	30-Sep-21 RM’000	30-Sep-20 RM’000	RM’000	%
<b>Revenue</b>				
- Poultry	19,314	20,031	(717)	(4)
- Property development	11,030	3,400	7,630	>100
- Healthcare	-	28	(28)	(100)
	30,344	23,459		

For the current quarter ended 30 September 2021, the poultry segment recorded a lower revenue of RM19.31 million as compared with RM20.03 million in the corresponding quarter ended 30 September 2020, a decrease of 4%. The decrease was mainly due to decrease in sales volume of live broilers resulting from decrease in demand due to customers being forced to close businesses caused by MCO 3.0 announced by the government during the quarter ended 30 September 2021 as compared to the corresponding quarter ended 30 September 2020.

The property development segment posted a higher revenue of RM11.03 million in the current quarter ended 30 September 2021 as compared to the revenue of RM3.40 million in the corresponding quarter ended 30 September 2020, an increase of more than 100%. This was mainly due to increase in sale of completed properties as well as properties under construction during the current quarter ended 30 September 2021 compared to the corresponding quarter ended 30 September 2020.

Although total revenue increased, the Group posted a higher loss attributable to owners of the parent of RM9.07 million during the current quarter ended 30 September 2021 as compared to a loss attributable to owners of the parent of RM5.22 million in the corresponding quarter ended 30 September 2020. This was mainly due to impairment loss on other receivables of RM6.00 million and goodwill written of RM1.08 million during the current quarter ended 30 September 2021.



**Table 3: Revenue by Segment (Cumulative Quarter and Corresponding Period)**

Description	9 months ended	9 months ended	Increase/(Decrease)	
	30-Sep-21	30-Sep-20	RM'000	%
	RM'000	RM'000		
<b>Revenue</b>				
- Poultry	64,615	89,442	(24,827)	(28)
- Property development	19,421	8,361	11,060	>100
- Healthcare	611	58	553	>100
	84,647	97,861		

For the nine months ended 30 September 2021, the poultry segment recorded a lower revenue of RM64.62 million as compared with RM89.44 million in the corresponding period ended 30 September 2020, a decrease of 28%. The decrease was mainly due to decrease in sales volume of live broilers resulting from decrease in demand due to customers being forced to close businesses caused by MCO 3.0 announced by the government during the nine months period ended 30 September 2021.

The property development segment posted a higher revenue of RM19.42 million in the nine months ended 30 September 2021 as compared to the revenue of RM8.36 million in the corresponding period ended 30 September 2020, an increase of more than 100%. This was mainly due to increase in number of completed properties as well as properties under construction during the nine months period ended 30 September 2021 as compared to the corresponding period ended 30 September 2020.

Although total revenue decreased, the Group posted a lower loss attributable to owners of the parent of RM8.96 million during the nine months ended 30 September 2021 as compared to a loss attributable to owners of the parent of RM15.62 million in the corresponding period ended 30 September 2020. The lower loss during the nine months ended 30 September 2021 was mainly due to an increase in average selling price of live broilers during the nine months ended 30 September 2021 as compared to the nine months ended 30 September 2020.

#### 15. Comparison to Preceding Quarter's Results

The Group's performance for the current quarter ended 30 September 2021 compared to the previous quarter ended 30 June 2021 is as shown in Table 4 and Table 5 below:

**Table 4: Financial review for current quarter compared with the immediately preceding quarter**

	3 months ended 30 September 2021 RM'000	3 months ended 30 June 2021 RM'000	Changes (Amount/%)
Revenue	30,344	25,540	-3,223, -11%
Profit/(Loss) before interest and tax	(8,117)	1,740	+1,601, +>100%
Profit/(Loss) before tax	(8,988)	668	+1,415, +>100%
Profit/(Loss) after tax	(9,069)	883	+1,678, +>100%
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	(9,069)	890	+1,673, +>100%

**Table 5: Revenue by Segment (Current Quarter Compared With The Immediately Preceding Quarter)**

Description	3 months ended	3 months ended	Increase/(Decrease)	
	30-Sep-21	30-Jun-21	RM'000	%
	RM'000	RM'000		
<b>Revenue</b>				
- Poultry	19,314	21,201	(887)	(4)
- Property development	11,030	4,022	7,008	>100
- Healthcare	-	317	(317)	(100)
	30,344	28,763		

For the current quarter ended 30 September 2021, the poultry segment posted a lower revenue of RM19.31 million compared to the turnover of RM21.20 million recorded in the previous quarter ended 30 June 2021, a decrease of 4%. The decrease was mainly due to decrease in sales volume of live broilers resulting from decrease in demand due to customers being forced to close businesses caused by MCO 3.0 announced by the government since the quarter ended 30 June 2021.

The property development segment posted a higher revenue of RM11.03 million in the current quarter ended 30 September 2021 as compared to the revenue of RM4.02 million in the preceding quarter ended 30 June 2021, an increase of more than 100%. The increase was mainly due to more completed properties were sold during the current quarter ended 30 September 2021 as compared with the preceding quarter ended 30 June 2021.

Although revenue increased, the Group posted a loss attributable to owners of the parent of RM9.07 million during the current quarter ended 30 September 2021 as opposed to a profit attributable to owners of the parent of RM0.89 million during the preceding quarter ended 30 June 2021. This was mainly due to a loss on impairment of other receivables of RM6.00 million during the current quarter ended 30 September 2021 compared to no impairment loss during the previous quarter ended 30 June 2021. In addition, there was an impairment loss on goodwill of RM1.08 million during the quarter ended 30 September 2021.

## 16. Prospects

With the upliftment of MCO 3.0, the country is on its way towards economic recovery through increase in public consumption as eateries are now allowed to open for “dine-in” customers. As at the date of this report, the average selling prices of live broilers is higher than the average selling prices during the quarter ended 30 September 2021. Hence, the Group is cautiously optimistic that the poultry division may produce better results during the final quarter of the financial year ending 31 December 2021.

Meanwhile, the Group’s property development division is now fully operational and increased project development expenditure is expected during the final quarter of the financial year ending 31 December 2021. This will result in an increase in profit recognition on the percentage completion basis for properties under construction and already sold. Hence, the Group is also cautiously optimistic that the property development division may produce better results during the remaining quarter of the financial year ending 31 December 2021.

With the above, the Group is cautiously optimistic of a better set of results for the remaining quarter of the financial year ending 31 December 2021.

## 17. 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.

## 18. Profit/(Loss) before tax

	Current Year	Preceding Year	Current	Preceding
	Quarter ended	Quarter ended	Year to-date	Year to-date
	30 Sep 2021	30 Sep 2020	30 Sep 2021	30 Sep 2020
	RM’000	RM’000	RM’000	RM’000
Depreciation and amortization	421	301	1,040	1,057
(Gain) / loss on disposal of properties, plant and equipment	-	(23)	-	(31)
Gain on disposal of subsidiary companies	-	-	3,590	-
Impairment loss on trade receivables	-	-	-	7,000
Impairment loss on other receivables	6,000	-	6,000	-
Impairment loss on goodwill	1,084	-	1,084	-
Interest income	(188)	(272)	(353)	(413)
Interest expense	1,059	1,347	3,182	4,238

## 19. Taxation

The income tax (expense)/income to the Group for the current quarter under review is as follows:

	Quarter ended 30 Sep 2021	Year to-date 30 Sep 2021	Quarter ended 30 Sep 2020	Year to-date 30 Sep 2020
	RM '000	RM '000	RM '000	RM '000
Current tax	-	-	-	-
Deferred tax	(81)	86	17	174
Total tax income/(expense)	(81)	86	17	174

There were no current tax expenses as certain subsidiaries have adequate unutilised tax benefits.

## 20. Corporate Proposals

There were no corporate proposals outstanding in the current quarter under review, other than the following:

The Group's private placements Proposals which were approved by members of the Company at an Extraordinary General Meeting held on 7 October 2020, are pending completion of utilisation as follows:

	Planned Utilisation	Actual Utilisation	Balance to be Utilised
	RM'000	RM'000	RM'000
<b>Private Placement I</b>			
Purchase of poultry feeds	9,032	9,032	-
Purchase of DOCs	2,258	2,258	-
Purchase of broilers	3,764	3,764	-
Sub-total for working capital	15,054	15,054	-
Expenses	110	67	43
Total for Private Placement I	15,164	15,121	43
<b>Private Placement II</b>			
Purchase of poultry feeds	7,376	7,376	-
Purchase of DOCs	1,844	1,844	-
Purchase of broilers	3,073	3,073	-
Sub-total for working capital	12,293	12,293	-
Development expenditure	10,966	7,772	3,194
Expenses	140	92	48
Total for Private Placement II	23,399	20,157	3,242
Grand Total	38,563	35,278	3,285

Apart from the above private place proposals, the Group has another proposed private placement proposal which was approved by members of the Company at an Extraordinary General Meeting held on 24 August 2021, to issue up to 82,298,500 new ordinary shares in the Company representing approximately 25% of the existing number of issued shares of the Company. To-date, the Company has yet to identify third party investors to take up the proposed private placement.

## 21. Group Borrowings

Group borrowings and debt securities as at the end of the reporting period:

(a) The borrowings of the Group are secured by way of fixed and floating charges over certain assets and negative pledges over assets of the Group, corporate guarantees from the Company's certain existing operating subsidiaries, personal guarantees of certain directors of the Company and undertaking by the holding company to fully repay the facilities should the Company be unable to meet its obligations.

(b) Group borrowings as at the end of the reporting period are as follows:-

	Short Term RM'000	Long term RM'000	Total RM'000
Bank overdraft	10,925	-	10,925
Bankers acceptance	23,384	-	23,384
Revolving credit	14,656	-	14,656
Term loans	7,336	19,242	26,578
	56,301	19,242	75,543

## 22. Trade Receivables

	Financial Period Ended 30 Sep 2021 RM'000	Financial Year Ended 31 Dec 2020 RM'000
Trade receivables		
Third parties	35,177	45,939
Impairment losses		
- brought forward	(6,352)	(97,559)
- impaired during the period/year	-	(10,030)
- reversed during the period/year	-	754
- disposal of subsidiary	-	100,483
	(6,352)	(6,352)
	28,825	39,587

The Group's normal credit term for trade receivables ranges from 30 to 120 days. They are recognised at their original invoice amounts which represents their fair values upon initial recognition. There are no trade receivables due from related parties.

The Group has no significant concentration of credit risk that may arise from exposures to a single receivable or groups of receivables.

Ageing analysis of trade receivables is as follows:

	Financial Period Ended 30 September 2021 RM'000	Financial Year Ended 31 Dec 2020 RM'000
Neither past due nor impaired	6,773	6,768
Past due not impaired:		
Up to 60 days past due	5,155	10,150
More than 60 days	16,897	22,669
	22,052	32,819
	28,825	39,587
Impaired	6,352	6,352
	35,177	45,939

Trade receivables that are neither past due nor impaired are creditworthy receivables with good payment records with the Group.

As at 30 September 2021, trade receivables of approximately RM22,052,000 (31 December 2020: RM32,819,000) were past due but not impaired. These relate to a number of independent customers from whom there is no recent history of default.

The trade receivables of the Group that are individually assessed to be impaired amounting to approximately RM6,352,000 relates to customers that are in financial difficulties, have defaulted on payments and / or have disputed on billings. These balances are expected to be recovered through the Group's debt recovery process.

### Commentaries on the recoverability of trade receivables which exceeded the average credit term granted

All trade receivables which exceeded the average credit terms are closely monitored by the Group's credit control team. Delinquent cases are handed over promptly to external lawyers for further recovery action.

### 23. Other Income

	Current Year Quarter Ended 30 Sep 2021 RM'000	Preceding Year Quarter Ended 30 Sep 2020 RM'000	Current Year Cumulative Period Ended 30 Sep 2021 RM'000	Preceding Year Cumulative Period Ended 30 Sep 2020 RM'000
Other income comprises the following:				
Rental income	26	16	81	52
Government grant received	-	-	-	4,509
Miscellaneous other income	508	23	508	144
Gain on disposal of investment property	353	-	353	-
Gain on disposal of property, plant and equipment	-	22	-	31
Gain on disposal of subsidiary	-	39	3,590	39
	887	100	4,532	4,775

### 24. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at 23 November 2021.

### 25. Material Litigations

There was no material litigation for the current quarter under review.

### 26. Dividend

No interim dividend has been declared for the quarter ended 30 September 2021 (30 September 2020: Nil).

### 27. Earnings Per Share

#### Basic earnings/(loss) per share

The basic earnings/(loss) per share is calculated by dividing the profit for the period attributable to owners of the parent by the weighted average number of ordinary shares in issue during the current quarter and current year-to-date respectively as follows:

	Current Year Quarter Ended 30 Sep 2021 RM'000	Preceding Year Quarter Ended 30 Sep 2020 RM'000	Current Year To-Date 30 Sep 2021 RM'000	Preceding Year To-Date 30 Sep 2020 RM'000
Loss attributable to owners of the parent (RM'000)	(9,069)	(5,217)	(8,962)	(15,617)
Weighted average number of shares ('000)	324,906	213,791	317,123	213,791
Basic loss per share (sen)	(2.79)	(2.44)	(2.83)	(7.30)

### 28. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 23 November 2021.