

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 DECEMBER 2021**

	NOTE	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMMULATIVE QUARTER 12 MONTHS ENDED	
		CURRENT YEAR 31/12/2021 UNAUDITED RM'000	PRECEEDING YEAR 31/12/2020 UNAUDITED RM'000	CURRENT YEAR 31/12/2021 UNAUDITED RM'000	PRECEEDING YEAR 31/12/2020 AUDITED RM'000
Continuing Operations					
Revenue	9, 14 & 15	46,848	25,275	131,494	114,067
Cost of Sales		<u>(38,275)</u>	<u>(22,632)</u>	<u>(117,116)</u>	<u>(108,124)</u>
Gross Profit		8,573	2,643	14,378	5,943
Other income	23	1,020	1,894	5,552	6,795
Administrative expenses		<u>(2,913)</u>	<u>(12,378)</u>	<u>(19,488)</u>	<u>(32,968)</u>
Selling & marketing expenses		-	-	-	-
	9	<u>6,680</u>	<u>(7,841)</u>	<u>442</u>	<u>(20,230)</u>
Finance costs		<u>(5,873)</u>	<u>(1,510)</u>	<u>(9,055)</u>	<u>(5,772)</u>
Interest income		<u>246</u>	<u>421</u>	<u>599</u>	<u>819</u>
Profit/(loss) before tax	9	<u>1,053</u>	<u>(8,930)</u>	<u>(8,014)</u>	<u>(25,183)</u>
Income tax income/(expense)	19	<u>(633)</u>	<u>2,191</u>	<u>(547)</u>	<u>2,508</u>
Profit/(Loss) for the period		<u>420</u>	<u>(6,739)</u>	<u>(8,561)</u>	<u>(22,675)</u>
Other comprehensive income, net of tax:		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other comprehensive income, net of tax		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total comprehensive income for the period		<u>420</u>	<u>(6,739)</u>	<u>(8,561)</u>	<u>(22,675)</u>
Profit/(Loss) attributable to:					
Owners of the parent	14 & 15	420	(6,737)	(8,542)	(22,128)
Non-Controlling Interest		<u>-</u>	<u>(2)</u>	<u>(19)</u>	<u>(547)</u>
		<u>420</u>	<u>(6,739)</u>	<u>(8,561)</u>	<u>(22,675)</u>
Total comprehensive income attributable to:					
Owners of the parent		420	(6,737)	(8,542)	(22,128)
Non-Controlling Interest		<u>-</u>	<u>(2)</u>	<u>(19)</u>	<u>(547)</u>
		<u>420</u>	<u>(6,739)</u>	<u>(8,561)</u>	<u>(22,675)</u>
Profit/(Loss) per ordinary share attributable to owners of the parent:					
Basic (sen)	27	<u>0.01</u>	<u>(3.09)</u>	<u>(2.68)</u>	<u>(10.30)</u>
Fully diluted (sen)	27	<u>0.01</u>	<u>(2.63)</u>	<u>(2.41)</u>	<u>(8.74)</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 31 DECEMBER 2021**

	Note	As at 31 December 2021 (Unaudited) RM'000	As at 31 December 2020 (Audited) RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		3,980	4,626
Right-of-use assets		2,040	4,793
Investment property		1,234	1,736
Goodwill		-	1,084
Inventories		13,950	13,337
Other non-current asset		13,506	-
Total non-current assets		<u>34,710</u>	<u>25,576</u>
Current assets			
Inventories		56,828	75,510
Contract assets		5,382	1,149
Trade receivables	22	45,106	39,587
Other receivables		2,387	9,392
Tax recoverable		468	294
Deposits, cash and bank balances		47,521	21,133
Total current assets		<u>157,692</u>	<u>147,065</u>
TOTAL ASSETS		<u>192,402</u>	<u>172,641</u>
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital		188,500	160,229
Warrants reserve		3,588	3,619
Accumulated losses		(88,720)	(80,178)
Equity attributable to owners of the parent		<u>103,368</u>	<u>83,670</u>
Non-controlling interest		<u>-</u>	<u>(108)</u>
Total equity		<u>103,368</u>	<u>83,562</u>
Non-current liabilities			
Bank borrowings	21	18,100	23,238
Lease liabilities		1,127	2,988
Deferred tax liabilities		2,424	2,848
		<u>21,651</u>	<u>29,074</u>
Current liabilities			
Bank borrowings	21	56,419	43,998
Lease liabilities		291	796
Contract liabilities		-	1,059
Trade payables		5,463	6,292
Other payables		4,233	7,848
Amount due to directors		-	4
Tax payable		977	8
		<u>67,383</u>	<u>60,005</u>
Total Liabilities		<u>89,034</u>	<u>89,079</u>
TOTAL EQUITY AND LIABILITIES		<u>192,402</u>	<u>172,641</u>
Net assets per share attributable to owners of the parent		0.3240	0.3893

(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 31 DECEMBER 2021**

	Note	Attributable to owners of the parent			Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
		Capital RM'000	Warrants Reserve RM'000	Accumulated Losses RM'000			
At 1 January 2020		149,840	3,619	(57,758)	95,701	186	95,887
Total comprehensive income for the financial period		-	-	(22,128)	(22,128)	(547)	(22,675)
Disposal of subsidiary companies		-	-	-	-	(39)	(39)
Transaction with owners							
Private placement		10,389	-	-	10,389	-	10,389
Acquisition of non-controlling interests		-	-	(292)	(292)	292	-
At 31 December 2020		160,229	3,619	(80,178)	83,670	(108)	83,562
At 1 January 2021		160,229	3,619	(80,178)	83,670	(108)	83,562
Transaction with owners							
Private placement		28,175	-	-	28,175	-	28,175
Exercise of Warrant C		65	-	-	65	-	65
Transfer from warrants reserve		31	(31)	-	-	-	-
Disposal of subsidiaries		-	-	-	-	127	127
Total comprehensive income for the financial period		-	-	(8,542)	(8,542)	(19)	(8,561)
At 31 December 2021		188,500	3,588	(88,720)	103,368	-	103,368

(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 31 DECEMBER 2021**

	Note	Current Year To-Date (Unaudited) 31 December 2021 RM'000	Preceding Year To-Date (Audited) 31 December 2020 RM'000
Net loss before tax	9	(8,014)	(25,183)
Adjustments for non-cash flow:			
Depreciation and amortisation		1,397	1,450
Non-cash items		2,942	15,058
Interest expense		9,055	5,772
Interest income		(599)	(819)
Operating profit/(loss) before changes in working capital		<u>4,781</u>	<u>(3,722)</u>
Changes to working capital			
Net increase in current assets		(1,458)	(25,467)
Net increase in current liabilities		5,283	22,313
Net cash flows generated from/(used in) operating activities		<u>8,606</u>	<u>(6,876)</u>
Interest received		599	413
Interest paid		(4,402)	(5,757)
Tax paid		(167)	(989)
Net cash from/(used in) operating activities		<u>4,636</u>	<u>(12,803)</u>
Investing activities			
Purchase of property, plant and equipment		(478)	(593)
Purchase of right-of-use assets		(367)	(337)
Proceeds from sale of property, plant and equipment		-	234
Proceeds from sale of right-of-use assets		-	89
Proceeds from disposal of investment property		1,369	-
Net cash outflow from disposal of subsidiary company		(487)	(28)
Deposits not for short-term funding requirement		754	(8113)
(Increase)/(Decrease in fixed deposits with licensed banks)		(3,070)	18,631
Net cash (used in)/from investing activities		<u>(2,279)</u>	<u>9,883</u>
Financing activities			
Net proceeds/(repayments) on bank borrowings		3,530	(1,674)
Lease liabilities paid		(298)	(1,553)
Proceeds from issuance of shares		28,240	10,389
Amount due to directors		(4)	(825)
Other non-current asset		(13,506)	-
Net cash generated from financing activities		<u>17,962</u>	<u>6,337</u>
Net changes in cash and cash equivalents		20,319	3,417
Effects of exchange rate changes		-	-
Cash and cash equivalents at beginning of the period		(4,647)	(8,054)
Cash and cash equivalents at the end of the period		<u>15,672</u>	<u>(4,647)</u>
Cash and cash equivalents comprise:			
Deposits, cash and bank balances		27,972	3,900
Fixed deposits with licensed banks		19,549	17,233
Overdraft	22	(12,300)	(8,547)
		<u>35,221</u>	<u>12,586</u>
Less: Deposits with tenures of more than 3 months		(8,237)	(8,991)
Less: Fixed deposits with licensed banks		(11,312)	(8,242)
Cash and cash equivalents at the end of the year		<u>15,672</u>	<u>(4,647)</u>
Included in the cash flows from operating activities are:			
Cash receipts from customers		120,684	129,335
Cash payments to suppliers, contractors and employees		135,555	140,730

(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 31 December 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, except as follows:

	Individual Period (4 th Quarter)		Cumulative Period (12 months)	
	Current Year 31/12/2021 RM'000	Preceding Year 31/12/2020 RM'000	Current Year 31/12/2021 RM'000	Preceding Year 31/12/2020 RM'000
Private placement	-	10,389	28,175	10,389
Warrant C exercised	-	-	65	-
Total	-	10,389	28,240	10,389

8. Dividends paid

No dividend has been declared for the current quarter ended 31 December 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 twelve months ended 31 December 2021 was as follows:

	<u>Poultry</u>	<u>Property development</u>	<u>Healthcare</u>	<u>Others</u>	<u>Sub-Total</u>	<u>Eliminations</u>	<u>Group</u>
	RM'000	RM'000	RM'000		RM'000	RM'000	RM'000
2021							
Revenue							
External	88,462	42,421	611	-	131,494	-	131,494
Internal	-	11,755	-	-	11,755	(11,755)	-
Total Revenue	88,462	54,716	611	-	143,249	(11,755)	131,494
Results							
Segment results	1,625	5,953	(631)	(1,221)	5,726	(954)	4,772
Interest income	74	36	1	488	599	-	599
Interest expense	(6,341)	(1,929)	(65)	(720)	(9,055)	-	(9,055)
Non-cash income/(expense)	(5,776)	(662)	2,440	(3,320)	(7,318)	2,988	(4,330)
Profit/(loss) before tax	(10,418)	3,398	1,745	(4,773)	(10,048)	2,034	(8,014)
Taxation	-	(960)	-	-	(960)	413	(547)
Segment profit/(loss)	(10,418)	2,438	1,745	(4,773)	(11,008)	2,447	(8,561)

Segment information for the twelve months ended 31 December 2020 was as follows:

	<u>Poultry</u>	<u>Property development</u>	<u>Healthcare</u>	<u>Others</u>	<u>Sub-Total</u>	<u>Eliminations</u>	<u>Group</u>
	RM'000	RM'000	RM'000		RM'000	RM'000	RM'000
2020							
Revenue							
External	98,465	15,481	121	-	114,067	-	114,067
Internal	42,587	12,788	-	-	55,375	(55,375)	-
Total Revenue	141,052	28,269	121	-	169,442	(55,375)	114,067
Results							
Segment results	18,922	(2,142)	(7,581)	(1,646)	7,553	(13,993)	(6,440)
Interest income	562	67	-	190	819	-	819
Interest expense	(2,586)	(2,233)	(169)	(784)	(5,772)	-	(5,772)
Non-cash income/(expense)	(10,517)	(440)	(450)	(119)	(11,526)	(2,264)	(13,790)
Profit/(loss) before tax	6,381	(4,748)	(8,200)	(2,359)	(8,926)	(16,257)	(25,183)
Taxation	2,093	(51)	28	75	2,145	363	2,508
Segment profit/(loss)	8,474	(4,799)	(8,172)	(2,284)	(6,781)	(15,894)	(22,675)

10. Subsequent Events

As at the date of this report, there were no material events subsequent to the current quarter ended 31 December 2021, except as follows:

Proposed Capital Reduction

The Proposed Capital Reduction which was disclosed in the previous quarter's report was duly approved by the members of the Company at an extraordinary general meeting held on 23 November 2021. The sealed order of the High Court of Malaya confirming the Capital Reduction has been lodged with the Registrar of Companies on 6 January 2022. Pursuant thereto, the Capital Reduction shall therefore take effect and be deemed completed on 20 January 2022, as confirmed by the Notice of Confirming Reduction of Share Capital dated 20 January 2022 pursuant to Section 116(7) of the Companies' Act 2016.

The effects of the Capital Reduction on the financial statements of the Company and the Group after 31 December 2021 are as follows:

	<u>Company</u>		<u>Group</u>	
	As at 20 Jan 2022 RM'000	As at 31 Dec 2021 RM'000	As at 20 Jan 2022 RM'000	As at 31 Dec 2021 RM'000
Share Capital	<u>100,500</u>	<u>188,500</u>	<u>100,500</u>	<u>188,500</u>
(Accumulated losses)/ Retained Earnings	<u>7,562</u>	<u>(80,438)</u>	<u>(720)</u>	<u>(88,720)</u>

Private Placement Pursuant to Circular to Shareholders dated 27 July 2021

The proposed private placement of up to 82,298,500 new ordinary shares in Sinmah Capital Berhad ("the Company"), representing approximately 25% of the existing number of issued shares of the Company was approved by shareholders of the Company at an extraordinary general meeting held on 24 August 2021. The proceeds of the proposed private placement (net of expenses) are to be utilised for future viable investment within 24 months from the receipt of placement funds.

On 21 January 2022, the Company allotted 12,700,000 new ordinary shares in the Company to a third-party investor pursuant to the said private placement at an issue price of RM0.1571 per share. The proceeds of RM1,995,170 was received on 21 January 2022. Hence, the last date for utilisation of the proceeds of RM1,995,170 shall be on the 20 January 2024.

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 RM57.12 million as at 31 December 2021.

13. Capital Commitments

There were no material capital commitments not provided for in the interim financial statements as at 31 December 2021.

14. Review of Current Quarter Events and Performance

The Group’s performance for the current year’s fourth quarter ended 31 December 2021 compared to the preceding year’s fourth quarter ended 31 December 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 (4 th Quarter)		Changes (RM’000/%)	Cumulative Period (12 Months)		Changes (RM’000/%)
	Current Year 31/12/2021 RM’000	Preceding Year 31/12/2020 RM’000		Current Year 31/12/2021 RM’000	Preceding Year 31/12/2020 RM’000	
Revenue	46,848	25,275	+21,573, +85%	131,494	114,067	+17,427, +15%
Profit/(Loss) before interest and tax	6,680	(7,841)	+14,521, +>100%	442	(20,230)	+20,672, +>100%
Profit/(Loss) before tax	1,053	(8,930)	+9,983, +>100%	(8,014)	(25,183)	+17,169, +68%
Profit/(Loss) after tax	420	(6,739)	+7,159, +>100%	(8,561)	(22,675)	+14,114, +62%
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	420	(6,737)	+7,157, +>100%	(8,542)	(22,128)	+13,586, +61%

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

Description	3 months ended	3 months ended	Increase/(Decrease)	
	31-Dec-21 RM’000	31-Dec-20 RM’000	RM’000	%
Revenue				
- Poultry	23,847	17,303	6,544	38
- Property development	23,001	7,909	15,092	>100
- Healthcare	-	63	(63)	(100)
	46,848	25,275		

For the current quarter ended 31 December 2021, the poultry segment recorded a higher revenue of RM23.85 million as compared with RM17.30 million in the corresponding quarter ended 31 December 2020, an increase of 38%. The increase was mainly due to increase in sales volume of live broilers resulting from increase in demand due to upliftment of MCO 3.0 by the government during the quarter ended 31 December 2021.

The property development segment posted a higher revenue of RM23.00 million in the current quarter ended 31 December 2021 as compared to the revenue of RM7.91 million in the corresponding quarter ended 31 December 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 31 December 2021 compared to the corresponding quarter ended 31 December 2020.

As total revenue increased, the Group posted a profit attributable to owners of the parent of RM0.42 million during the current quarter ended 31 December 2021 as opposed to a loss attributable to owners of the parent of RM6.74 million in the corresponding quarter ended 31 December 2020. This was mainly due to increase in sales quantity and average selling price of live broilers during the quarter ended 31 December 2021 compared to the corresponding quarter ended 31 December 2020. Furthermore, there was increase in sales of completed properties as well as properties under construction during the quarter ended 31 December 2021 compared to the corresponding quarter ended 31 December 2020.

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

Description	12 months ended	12 months ended	Increase/(Decrease)	
	31-Dec-21	31-Dec-20	RM'000	%
	RM'000	RM'000		
Revenue				
- Poultry	88,462	98,465	(10,003)	(10)
- Property development	42,421	15,481	26,940	>100
- Healthcare	611	121	489	>100
	131,494	114,067		

For the twelve months ended 31 December 2021, the poultry segment recorded a lower revenue of RM88.46 million as compared with RM98.47 million in the corresponding period ended 31 December 2020, a decrease of 10%. 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 first nine months period of the financial year ended 31 December 2021.

The property development segment posted a higher revenue of RM42.42 million in the twelve months ended 31 December 2021 as compared to the revenue of RM15.48 million in the corresponding period ended 31 December 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 twelve months period ended 31 December 2021 as compared to the corresponding period ended 31 December 2020.

As total revenue increased, the Group posted a lower loss attributable to owners of the parent of RM8.54 million during the twelve months ended 31 December 2021 as compared to a loss attributable to owners of the parent of RM22.13 million in the corresponding period ended 31 December 2020. The lower loss during the twelve months ended 31 December 2021 was mainly due to an increase in profit from the property development segment resulting from increase in number of completed properties as well as properties under construction during the twelve months period ended 31 December 2021 compared to the corresponding period ended 31 December 2020.

15. Comparison to Preceding Quarter's Results

The Group's performance for the current quarter ended 31 December 2021 compared to the previous quarter ended 30 September 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 31 December 2021 RM'000	3 months ended 30 September 2021 RM'000	Changes (Amount/%)
Revenue	46,848	30,344	+16,504, +54%
Profit/(Loss) before interest and tax	6,680	(8,117)	+14,797, +>100%
Profit/(Loss) before tax	1,053	(8,988)	+10,041, +>100%
Profit/(Loss) after tax	420	(9,069)	+9,489, +>100%
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	420	(9,069)	+9,489, +>100%

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

Description	3 months ended	3 months ended	Increase/(Decrease)	
	31-Dec-21	30-Sep-21	RM'000	%
	RM'000	RM'000		
Revenue				
- Poultry	23,847	19,314	4,533	23
- Property development	23,001	11,030	11,971	>100
- Healthcare	-	-	-	-
	46,848	30,344		

For the current quarter ended 31 December 2021, the poultry segment posted a higher revenue of RM23.85 million compared to the turnover of RM19.31 million recorded in the previous quarter ended 30 September 2021, an increase of 23%. The increase was mainly due to increase in sales volume of live broilers resulting from increase in demand from customers caused by upliftment of MCO 3.0 by the government during the quarter ended 31 December 2021.

The property development segment posted a higher revenue of RM23.00 million in the current quarter ended 31 December 2021 as compared to the revenue of RM11.03 million in the preceding quarter ended 30 September 2021, an increase of more than 100%. The increase was mainly due to more completed properties as well as properties under construction were sold during the current quarter ended 31 December 2021 as compared with the preceding quarter ended 30 September 2021.

As revenue increased, the Group posted a profit attributable to owners of the parent of RM0.42 million during the current quarter ended 31 December 2021 as opposed to a loss attributable to owners of the parent of RM9.07 million during the preceding quarter ended 30 September 2021. This was mainly due to increase in profit from the property development segment brought about by increase in sales of completed properties as well as properties under construction during the quarter ended 31 December 2021 as compared to the preceding quarter ended 30 September 2021. Furthermore, there was impairment loss on trade receivables of RM6.00 million during the previous quarter ended 30 September 2021 compared to a reversal of impairment loss on trade receivables of RM1.48 million during the quarter ended 31 December 2021.

16. Prospects

As at the date of this report, the average selling prices of live broilers is slightly lower than the average selling prices during the quarter ended 31 December 2021. However, the average cost of production/purchase price of live broilers is also lower than the average for the quarter ended 31 December 2021. Hence, the Group is cautiously optimistic that the poultry division may produce positive results during the first quarter of the financial year ending 31 December 2022.

Meanwhile, the Group's property development division is expected to maintain its sales drive during the financial year ending 31 December 2022. Hence, the Group's property development division is also cautiously optimistic of producing positive results during the first quarter of the financial year ending 31 December 2022.

With the above, the Group is cautiously optimistic of a positive set of results for the first quarter of the financial year ending 31 December 2022.

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
	31 Dec 2021	31 Dec 2020	31 Dec 2021	31 Dec 2020
	RM'000	RM'000	RM'000	RM'000
Depreciation and amortization	357	455	1,397	1,450
(Gain) / loss on disposal of properties, plant and equipment	-	(28)	-	(35)
Gain on disposal of subsidiary companies	(18)	(1,254)	3,572	(1,356)
Impairment loss on trade receivables	(1,079)	174	4,921	10,030
Impairment loss on other receivables	892	-	892	56
Impairment loss on goodwill	-	-	1,084	-
Interest income	(246)	(421)	(599)	(819)
Interest expense	5,873	1,510	9,055	5,772

19. Taxation

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

	Quarter ended 31 Dec 2021	Year to-date 31 Dec 2021	Quarter ended 31 Dec 2020	Year to-date 31 Dec 2020
	RM '000	RM '000	RM '000	RM '000
Current tax	(962)	(962)	2,072	2,079
Deferred tax	329	415	119	429
Total tax income/(expense)	<u>(633)</u>	<u>(547)</u>	<u>2,191</u>	<u>2,508</u>

The current tax expense is high as the taxable subsidiary has insufficient unutilised tax benefits.

20. Corporate Proposals

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

Private Placements

The Group's private placements Proposals which were approved by members of the Company at an Extraordinary General Meeting held on 7 October 2020, have completely been utilised during the quarter ended 31 December 2021 as follows:

	Planned Utilisation	Actual Utilisation	Balance to be Utilised
	RM'000	RM'000	RM'000
Private Placement I			
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	<u>15,054</u>	<u>15,054</u>	<u>-</u>
Expenses	110	110	-
Total for Private Placement I	<u>15,164</u>	<u>15,164</u>	<u>-</u>
Private Placement II			
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	<u>12,293</u>	<u>12,293</u>	<u>-</u>
Development expenditure	10,966	10,966	-
Expenses	140	140	-
Total for Private Placement II	<u>23,399</u>	<u>23,399</u>	<u>-</u>
Grand Total	<u>38,563</u>	<u>38,563</u>	<u>-</u>

The proceeds from the above private placements have been fully utilised during the quarter ended 31 December 2021, i.e. within the time frame stipulated in the Circular to shareholders dated 22 September 2020.

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. Based on the Circular to Shareholders dated 27 July 2021, the proceeds from the proposed private placement are to be utilised for future viable investment within 24 months from the receipt of the placement funds. Please refer to Note 10 of this report for more information on the said private placement.

Capital Reduction

Pursuant to Section 116 of the Companies Act 2016, the Company issued a Circular to shareholders dated 1 November 2021, to obtain shareholders' approval to reduce RM88.00 million of the issued share capital of the Company. The approval from shareholders was duly obtained at an extraordinary general meeting held on 23 November 2021. As stated on Note 10 of this report, the sealed order of the High Court of Malaya confirming the Capital Reduction has been lodged with the Registrar of Companies on 6 January 2022. Pursuant thereto, the Capital Reduction shall therefore take effect and be deemed completed on 20 January 2022, as confirmed by the Notice of Confirming Reduction of Share Capital dated 20 January 2022 pursuant to Section 116(7) of the Companies' Act 2016.

The effects of the Capital reduction on the financial statements of the Company and the Group are as stated in Note 10 of this report.

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, persona 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	12,300	-	12,300
Bankers acceptance	22,269	-	22,269
Revolving credit	14,264	-	14,264
Term loans	7,586	18,100	25,686
	<u>56,419</u>	<u>18,100</u>	<u>74,519</u>

22. Trade Receivables

	Financial Period Ended 31 Dec 2021 RM'000	Financial Year Ended 31 Dec 2020 RM'000
Trade receivables		
Third parties	51,458	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
	<u>(6,352)</u>	<u>(6,352)</u>
	<u>45,106</u>	<u>39,587</u>

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 Year Ended 31 Dec 2021 RM'000	Financial Year Ended 31 Dec 2020 RM'000
Neither past due nor impaired	33,428	6,768
Past due not impaired:		
Up to 60 days past due	2,729	10,150
More than 60 days	8,949	22,669
	11,678	32,819
	45,106	39,587
Impaired	6,352	6,352
	51,458	45,939

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

As at 31 December 2021, trade receivables of approximately RM11,678,000 (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 31 Dec 2021 RM'000	Preceding Year Quarter Ended 31 Dec 2020 RM'000	Current Year Cumulative Period Ended 31 Dec 2021 RM'000	Preceding Year Cumulative Period Ended 31 Dec 2020 RM'000
Other income comprises the following:				
Rental income	34	29	115	81
Government grant received	-	-	-	4,509
Miscellaneous other income	974	(107)	1,482	37
Gain on disposal of investment property	30	-	383	-
Gain on disposal of property, plant and equipment	-	29	-	35
Gain on disposal of right-of-use assets	-	-	-	23
Gain on disposal of subsidiary	(18)	1,254	3,572	1,356
Reversal of impairment loss on trade receivables	-	689	-	754
	1,020	1,894	5,552	6,795

24. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at 22 February 2022.

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 31 December 2021 (31 December 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 31 Dec 2021	Preceding Year Quarter Ended 31 Dec 2020	Current Year To-Date 31 Dec 2021	Preceding Year To-Date 31 Dec 2020
Profit/(Loss) attributable to owners of the parent (RM'000)	420	(6,737)	(8,542)	(22,128)
Weighted average number of shares ('000)	324,906	218,335	319,085	214,937
Basic profit/(loss) per share (sen)	0.01	(3.09)	(2.68)	(10.30)

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 22 February 2022.